

Page: 1 Document Name: Session1

SELECTED DETAIL DATA

01/23/97 1234

PT NO: 36270973 ALICEA ,EDWIN MR NO: 0443302 ACCT TYPE: A
 REG: 10/12/96 DSCH: 11/19/96 FC: G PT: S EXP IND: ACCT BAL: 65252.08

PAGE NO: 1

ACCT BAL G30 V
 65252.08 65252.08

PT BAL
 .00

SVC	POST	SVC CD	INS CD-DESCRIPTION/COMMENT-REF DATE	AMOUNT
	110896		BALANCE FORWARD	1671252.18
101296	012397	10211308	1 MA ALLOWANCE CY	518107.50
101296	012397	10211308	1 MA ALLOWANCE CY	518107.50
112796	112796	10211308	0 MA ALLOWANCE CY	-1.00
112796	112796	10211308	0 MA ALLOWANCE CY	-662171.31
112796	112796	10211308	0 MA ALLOWANCE CY	-662171.30
112796	112796	10211308	1 MA ALLOWANCE CY	-58929.92
112996	112996	10211308	1 MA ALLOWANCE CY	-346987.20

! (PF14) SELECT ANOTHER PT ! (PF3) SELECT DTL ! (PF11) ACCT CASH
 ! (PF15) RETURN TO PT OVERVIEW ! (PF10) ACCT CMNTS PF16 D/E _____

PAQDTL01

\$ 1,036,216

Date: 1/23/97 Time: 12:36:53 PM

Donald Kaye, M.D., M.A.C.P.
President and Chief Executive Officer
Executive Vice President for Health Affairs and
Klinghoffer Professor of Medicine
Allegheny University of the Health Sciences



ALLEGHENY
UNIVERSITY
HOSPITALS

Broad & Vine
Mail Stop 400
Philadelphia, PA 19102-1192
215-762-7765
215-762-1639 Fax

3300 Henry Avenue
Philadelphia, PA 19129
215-842-7001
215-843-6386 Fax

December 31, 1996

Stephen H. Spargo
Senior Vice President
Corporate Support Services

Dear Steve,

Thank you for the \$1.5 million gift (the EPPI and Bucks' TEFRA rates). I am much more used to the take away syndrome than the Santa Claus largess approach, Reserve it - I'm sure we'll need it.

Sincerely,

Donald Kaye, M.D.
President and CEO

cc: Dan Cancelmi
David McConnell
Chuck Morrison
Joe Scharf

**ALLEGHENY HEALTH, EDUCATION AND RESEARCH FOUNDATION
MEMORANDUM**

DATE: December 12, 1996

TO: Donald Kaye, M.D. ✓
President & CEO, AUH & COO, AHERF, DV

FROM: Stephen H. Spargo SHS
Senior Vice President, Corporate Support Services

SUBJECT: Medicare Settlement

In discussing a recent Medicare settlement with David McConnell, he suggested that I apprise you of the financial implications of this matter, as well as all future third-party settlements and determinations that significantly impact our DV operations. During fiscal year 1994, Joe Scharf and his staff filed requests for exception from Medicare's TEFRA rates for EPPI and Bucks County's psychiatric unit. We recently received notification that these requests were approved by HCFA for fiscal years 1990 through 1993, resulting in retroactive lump-sum settlements of \$1,372,000 for EPPI and \$466,000 for Bucks County. Since only \$300,000 had previously been recorded on Bucks County's books in anticipation of this settlement, the remainder essentially represents additional net revenue that can be recorded as needed. Also, in light of this favorable determination, we will soon be filing similar requests for fiscal year 1994 and beyond, presuming that the basis for our original arguments are still applicable.

I trust that this information is both welcomed and helpful, and would be happy to provide any additional clarification that may be desired.

cc: Dan Cancelmi
David McConnell
Chuck Morrison
Joe Scharf

SHS:adp
121296.mem

Vacation Accrual 1997

29-Nov-96

11:12 AM

(Exp) Inc

G/L Diff.

<u>Corp #</u>	<u>CC#</u>	<u>@06/96</u>	<u>@09/96</u>	<u>@11/96</u>	<u>G/L @ 11/96</u>	<u>@ 11/96</u>
205	Total	1,845,735.68	1,644,296.59	1,777,149.64		
206	Total	846,661.95	803,201.71	895,945.11		
	Sub Total	2,692,397.61	2,447,498.30	2,673,094.75		
	Unknown	(70,420.24)	0.00	0.00		
	Grants 205	(352,587.34)	(321,490.82)	(342,809.58)		
	Grants 206	(161,679.76)	(152,254.70)	(154,816.88)		
	MCPHU	2,107,710.27	1,973,752.78	2,175,468.29	2,307,710	132,241.71
210	Total	3,481,110.91	2,964,648.22	2,991,011.50		
	Needed Y/E	0.00	635,063.00	690,589.91		
	Grants 210	(6,312.15)	(4,912.88)	(6,802.41)		
	MCC	3,474,798.76	3,594,798.34	3,674,799.00	3,674,799	0.00
211	EPC	922,839.67	819,706.04	884,129.06	972,840	88,710.94
212	BCC	809,187.08	686,161.49	750,062.18	859,187	109,124.82
215	MS	722,296.68	512,203.72	642,732.66		
	Golf	0.00	0.00	0.00		
	MS	722,296.68	512,203.72	642,732.66	772,297	129,564.34
220	SCHC	1,974,244.63	1,609,538.74	1,735,657.14		
	Temple 51309820	88,055.50	77,621.13	84,175.36		
	Grants 220	(61,670.42)	(54,108.18)	(57,034.57)		
	Horizon 50722020	(11,357.59)	(10,182.08)	(5,949.24)		
	SCHC	1,989,272.12	1,622,869.61	1,756,848.69	2,114,273	357,424.31
221	Horizon	11,357.59	10,182.08	5,949.24	11,358	5,408.76
230	HUH	3,972,657.58	3,483,347.47	3,858,767.12		
	Grants	(70,734.77)	(58,632.20)	(57,838.96)		
	HUH	3,901,922.81	3,424,715.27	3,800,928.16	4,151,923	350,994.84
	Total	13,939,384.98	12,644,389.33	13,690,917.28	14,864,387	1,173,469.72

AHERF**MEDICARE CRA/PIP ANALYSIS
FINAL FY 1994**

	CRA Per G/L	PIP Per G/L	TOTAL Per G/L	Due To / (From) MEDICARE FY 1994 Settlement	RESERVE Balance
BCH	(\$ 156,128)		(\$ 156,128)	(\$286,602)	(\$ 442,730)
EPH	(589,389)		(589,389)	120,468	(468,921)
MCPH / EPPI	(895,889)	618,401 8,728	(268,760)	175,430	(93,330)
SCHC	(641,159)	(58,285)	(699,444)	311,822	(387,622)
TOTAL	(\$2,282,565)	\$568,844	(\$1,713,721)	\$ 321,118	<u>(\$1,392,603)</u>

East Falls early clearing credit of 53.6
 for Nov, \$450,000 - MA 45 (me And P
 1/10/94 RME!

A H E R F**MEDICARE CRA / PIP ANALYSIS
FINAL FY 1994***(Dan's file)*

	CRA Per G/L	PIP Per G/L	TOTAL Per G/L	Due To / (From) MEDICARE FY 1994 Settlement	RESERVE Balance
BCH	(\$ 156,128)		(\$ 156,128)	(\$309,469)	(\$ 465,597)
EPH	(589,389)		(589,389)	120,468	(468,921)
MCPH / EPPI	(895,889)	618,401 8,728	(268,760)	175,430	(93,330)
SCHC	(<u>641,159</u>)	(<u>58,285</u>)	(<u>699,444</u>)	<u>314,703</u>	(<u>384,741</u>)
TOTAL	(\$2,282,565)	\$568,844	(\$1,713,721)	\$ 301,132	<u>(\$1,412,589)</u>

AC 11/22/96
 ✓ CRA file
 cc: Robin

ALLEGHENY HEALTH, EDUCATION AND RESEARCH FOUNDATION
MEMORANDUM

DATE: November 19, 1996

TO: Kim Wilkinson
 Supervisor, Cash Application
 Patient Financial Services Group

FROM: Joseph M. Scharf *JMS*
 Senior Director, Reimbursement

SUBJECT: EPPI Exception Request Payment

Independence Blue Cross (IBC) has informed us that HCFA has approved the Medicare Exception Requests for EPPI. Payment should be made by way of the Medicare remittance advice on November 22, 1996. Please record the payment to the following account:

#1240193 - 95000210 CRA Medicare - FY93 \$1,372,165 *

I would appreciate receiving a copy of the remittance advice once payment has been made.

If you should have any questions, please contact me.

*	1990	\$ 326,776
	1991	597,119
	1992	229,233
	1993	<u>219,037</u>
TOTAL:		<u>\$1,372,165</u>

JMS/laa
 scharf/1119967.MEM

cc: Carole Bailey
 Dan Cancelmi
 Nancy Harhai
 Christine Lewandowski
 Diane Schiavo

*Don't see the
 check in the
 payment to IBC
 12/13/96
 12/13/96
 12/14/96*

SEP- 4-96 WED 10:54 AM MARSH & MCLENNAN, INC.

FAX NO. 802 658 :479

P. 3

Hahnemann Insurance Company
Summary of Funded Status

June 30, 1996

Hahnemann

1. Total Amount of Claims Incurred since Inception	<u>12,044,760</u>
2. Amount of Claims Paid (Note 5)	
a. Through December 31, 1995	980,143
b. January 1, 1996 - March 31, 1996	78,350
c. April 1, 1996 - June 30, 1996	<u>58,162</u>
d. Subtotal	<u>1,116,655</u>
3. Estimated Portion of Liability Related to Claims O/S & IBNR	<u>10,928,105</u>
4. Less Estimated Portion of Liability Related to Estimate of Claims IBNR	
a. Primary	4,775,014
b. Excess (all IBNR)	<u>0</u>
c. Subtotal	<u>4,775,014</u>
5. Liability on Claims Made Basis (Note 1)	6,153,091
Less impact of Discounting	<u>889,891</u>
6. Claims Made Liability, Net of Estimated Discounting	5,263,200
7. Liability Recorded on HAHN Financial Statements June 30, 1996	<u>5,399,713</u>
8. Differences HAHN Over (Under) Funded Premiums	<u>136,513</u>
9. Information to be Provided by Each Provider:	
a. Receivable due providers from HAHN on retro-rated basis (Note 6)	136,513
b. Payable for IBNR liability which is not on providers' financial statements (Line 4c) (Note 4)	<u>4,775,014</u>
c. Net asset (liability) that should be recorded on the providers' financial statements (Note 7)	(4,638,501)
d. Effect of discounting upon IBNR reserves	<u>1,201,394</u>
e. Ultimate net asset/(liability), after discounting IBNR that should be recorded on providers' financial statements	<u>(3,437,107)</u>

Balance Per G/L
over account

3,980,528
543,421

AHERF
Analysis of Reserves

	<u>06/30/96</u>	<u>02/29/98</u>
AGH		
Prior Year CRA	\$1,000,000	\$0
ANI Disposal	1,000,000	-
General Reserve	2,000,000	2,000,000
Gateway HMO Unrecorded Equity	-	2,500,000
Total AGH	<u>4,000,000</u>	<u>4,500,000</u>
AHERF		
Insurance Debits - EPH	(1,357,000)	(1,131,000)
Insurance Debits - BCH	(782,000)	(782,000)
Total AHERF	<u>(2,119,000)</u>	<u>(1,893,000)</u>
MCPHU		
General Reserve from HUH	2,100,000	500,000
Accrued Severance	1,100,000	387,000
PP&E Reserve	4,100,000	3,700,000
	<u>7,300,000</u>	<u>4,587,000</u>
SCHC		
Accrual of FY 98 Expenses	1,700,000	587,000
General Revenue Reserve	2,300,000	2,300,000
Prior Year CRA	2,500,000	2,500,000
PP&E Reserve	1,133,000	1,133,000
Health Partners Unrecorded Equity	1,264,000	1,097,000
Total SCHC	<u>8,897,000</u>	<u>7,597,000</u>
MCPHUHS		
HUH		
Inventory Reserve	1,587,000	1,087,000
Prior Year CRA	19,500,000	1,500,000
PP&E Reserve	1,773,000	1,773,000
SHSH Building	(1,470,000)	(1,384,000)
Disproportionate Share	180,000	-
Sales Tax	500,000	-
Self Insurance Trust - HUH	(2,181,000)	(765,000)
Hahnemann Insurance Company deficit	(1,922,000)	(2,113,000)
Total HUH	<u>17,987,000</u>	<u>118,000</u>
Others		
USHC Prudent Buyer Quality Payment	440,000	-
Disproportionate Share - MCPH	100,000	-
General Revenue Reserve - MCPH	300,000	-
Bucks General Revenue Reserve	250,000	-
Elkins General Revenue Reserve	175,000	-
Health Partners Unrecorded Equity	3,583,000	3,148,000
PP&E Reserve - Bucks	1,493,000	993,000
PP&E Reserve - MCPH	3,500,000	2,900,000
PP&E Reserve - Elkins	597,000	597,000
PP&E Reserve - MS	1,650,000	1,650,000
Self Insurance Trust - MCPH	(1,185,000)	(98,000)
City of Phila Tax Audit	(1,000,000)	(765,000)
FY 98 Revenue Adjustment - MCPH	-	(1,800,000)
Bottom Line Elimination - MS	-	(1,300,000)
	<u>9,883,000</u>	<u>5,327,000</u>
Total MCPHUHS	<u>27,870,000</u>	<u>5,445,000</u>
GRAND TOTAL	<u>\$45,948,000</u>	<u>\$20,216,000</u>

2,100,000 (5/31/96)

Handwritten signature and notes: "800,000 - 100% Equity Balance"

Handwritten signature and initials: "Cheney" and "AI"

Handwritten signature and notes: "450,000 - 100% Equity Balance"

Handwritten signature and notes: "Handwritten signature"

Potential Adjustments
(000s)

<u>Potential Income Items</u>	<u>Income/(Expense)</u>
<u>AHERF</u>	
Unrealized investment gains - Unrestricted/ board-designated funds	\$ 7,000
<u>AGH</u>	
Unrealized investment gains - Board-designated funds	\$ 3,900
Gain on sale of IBM building	500
Capitalized interest - Northwest Wing	<u>1,600</u>
	<u>6,000</u>
<u>MCPH</u>	
Unrealized investment gains - Unrestricted funds	\$ 75
Overaccrued fiscal 1996 depreciation expense	1,500
Reverse self insurance trust adjustments	<u>825</u>
<i>Inventory Adjust</i>	<u>2,400</u>
<u>Elkins Park</u>	
Overaccrued fiscal 1996 depreciation expense	\$ 550
Reduce intercompany interest allocation from MS	<u>350</u>
	<u>900</u>
<u>Bucks County</u>	
Overaccrued fiscal 1996 depreciation expense	\$ 850
Reduce intercompany interest allocation from MS	<u>300</u>
	<u>1,150</u>
<u>St. Christopher's</u>	
Reverse miscellaneous accruals	\$ 790
Overaccrued fiscal 1996 depreciation expense	<u>830</u>
<i>Temple RR 1150</i>	<u>1,620</u>
<u>Hahnemann University Hospital</u>	
Unrealized investment gains - Unrestricted/Board-designated funds	\$1,600
Old Accounts Payable system balance	350
Reverse self insurance trust adjustments	<u>800</u>
	<u>2,750</u>
<u>MCPHU</u>	
Recognize Hamot restricted monies	\$1,500
Unrealized investment gains - Unrestricted/Board-designated funds	960
Overaccrued fiscal 1996 depreciation expense	<u>1,150</u> <i>→ 600</i>
Reverse supplements	<u>2,000</u>
	<u>5,610</u>
Total potential income items	<u>\$27,430</u>

Summary of Potential Income Items:

Operating Items

Depreciation expense	\$4,880
Interest expense	2,250
Salaries and Wages	2,000
Insurance expense	1,625
Other	<u>2,640</u>
Total Operating Items	<u>13,395</u>

Nonoperating Items

Unrealized investment gains	13,535
Gain on sale of IBM building	<u>500</u>
Total Nonoperating Items	<u>14,035</u>

\$27,430

Potential Adjustments
(000s)

Potential Expense ItemsIncome/(Expense)AHERF

Iqbal Paroo tort settlement
Carol Calvert tort settlement

\$(3,300)
(1,600)
(4,900)

AGH

Investment in Heart Pump

(906)
(906)

MCPH

Writeoff of deferred financing costs and discount and extra.loss
PIP Adjustments
Patient A/R accounts at gross

\$(2,545)
(3,000)
(5,000)
(10,545)

Elkins Park

CRA matters
Deferred reimbursement debits and extra.loss

\$ (500)
(2,120)
(2,620)

Bucks County

CRA matters
DHG goodwill
Extraordinary loss

\$(500)
(677)
(617)
(1,794)

Management Services

Writeoff of deferred financing costs and discount and extra.loss
Reduction of intercompany interest allocation
Unrecorded Centre Square lease expense

\$(4,437)
(650)
(782)
(5,869)

Hahnemann University Hospital

PIP Adjustments
Writeoff of deferred financing costs and discount and extra.loss
Patient A/R accounts at gross

\$(3,000)
(8,758)
(9,000)
(20,758)

St. Christopher's

Writeoff of deferred financing costs and discount and extra.loss

\$(2,290)

MCPHU

Writeoff of deferred financing costs and discount and extra.loss

\$(1,860)

Horizon

Writeoff of deferred financing costs and extra.loss

\$(567)

Other

Uncollectible PATCOM accounts
Unrecorded physician vacation accruals

\$(25,000)
???

Total potential expense items

\$(77,109)

Classification of Potential Expense Items

Extraordinary loss
Operating losses

\$(23,194)
(53,915)

Total

\$(77,109)

HUNT PARTIAL UNRECORDED EQUITY

• SCAC Cumulative Equity through 12/31/95	1,353,000
• Equity Recorded through February ($\$32,000 \times 5$)	<u><251,000></u>
	<u>\$1,097,000</u>

• MCPHARTS Cumulative Equity through 12/31/95	3,884,000
• Equity Recorded through February ($\$92,000 \times 8$)	<u><736,000></u>
	<u>\$3,148,000</u>

HUNT Prior Year CRA

BEGINNING BALANCE	\$19,500,000
CRA Returns	<u><4,000,000></u>
September CRA Adjustment	<u><500,000></u>
December CRA Adjustment	<u><1,000,000></u>
REVENUE Adjustment (\$12,500,000 Return)	<u><12,500,000></u>
	<u>\$1,500,000</u>

HUNT SELF INSURANCE TRUST

UNRECORDED LIABILITY @ 11/30/95 (12/16/96 memo)	1,065,393
\$100,000 Monthly Amount (Dec - Feb)	<u><300,000></u>
	<u>\$765,393</u>

HUNT SELF INSURANCE TRUST

• UNRECORDED LIABILITY @ 12/30/95 (12/16/95 memo)	\$ 296,116
• \$100,000 Monthly Amount (Dec - Feb)	<u><300,000></u>
• REVERSAL OF December Adjustment	<u>100,000</u>
	<u>\$ 96,116</u>

MS Bottom Line Elim

Acct #	9205698	1,392,726
"	9205899	155,928
SCHE TRANSFER (Savings Account Transfer)		1,762,148
" " (" ")		557,784
		<u>3,898,586</u>
Reduction to SCHE Prior Year CRA		<u><2,600,000></u>
(9,500,000 - 2,500,000)		<u>\$1,298,586</u>

... 1,629,494 - 6/30/54
1,489,420 - 6/30/55
...
159,574 - Annual Deprec.
...
... 1,319,346 - Estimated NBY @ 6/30/55

Standing Accrual Analysis
FY 199609-Apr-96
06:27 PM
Period FebDR = Income
(CR) = Expense

1,000,000 (Pass)
+ 1,000,000 (Debit Pass)

Acct #	Acct Name	Description	Mo	MCC	EPC	BCC	MS	HUH	Total MCPHUS	SCHC	MCPHU	Total
420*****	Various	Slush/Vacation	6	(610,304)	(111,721)	22,819	(347,070)	514,748	(531,527)	(587,128)	221,102	(897,551)
		YTD Activity	YTD	483,210	77,473	8,059	347,070	(245,057)	888,755	587,128	(30,877)	1,225,004
		O/S check cash	YTD		259,418				259,418			259,418
		SMI Accruals	YTD			272,891			272,891			272,891
		Student Loans	YTD						0			0
		Net Slush		(127,094)	225,188	301,769	0	269,692	689,535	0	190,225	859,780
		Insurance Debits	6		(1,357,000)	(762,000)			(2,119,000)			(2,119,000)
		Underfunded	6	(1,185,000)				(2,181,000)	(3,348,000)			(3,348,000)
		Ins. - HAHN	6					(1,755,000)	(1,755,000)			(1,755,000)
		IBNR - HAHN	6					(187,000)	(187,000)			(187,000)
		YTD Activity	YTD	725,000	228,000			700,000	1,851,000			1,851,000
		Current Activity	Feb	100,000				100,000	200,000			200,000
		To AHERF	YTD		1,131,000	762,000			1,893,000			1,893,000
		Net Ins.		(360,000)	0	0	0	(3,283,000)	(3,643,000)	0	0	(3,643,000)
8,101,200	S&W Mgmt-Non	Vacation	YTD	140,000	35,000	35,000	80,000	105,000	395,000	70,000	130,000	595,000
		Vacation	Feb	20,000	5,000	5,000	10,000	15,000	55,000	10,000	40,000	105,000
8,451,100	Med/Surg Supply	Inventory Val.	YTD	25,000	(20,000)	10,000			15,000	140,000		155,000
		Inventory Val.	Feb	25,000	10,000	10,000			45,000	20,000		65,000
8,259,999	Other Pur Serv	-O- Bottom Line	YTD				(2,818,583)		(2,818,583)			(2,818,583)
		-O- Bottom Line	Feb				(338,291)		(338,291)			(338,291)
		Transfer - SCHC	Dec				1,762,148		1,762,148			1,762,148
8,259,999	Support/Contract	Support Variance	YTD				(850,748)		(850,748)			(850,748)
		Support Variance	Feb				(92,964)		(92,964)			(92,964)
		Transfer - SCHC	Dec				557,784		557,784			557,784
8,207,100	Med lab Service	Standing Acc.	YTD					200,000	200,000			200,000
8,252,000	Maintenance	Standing Acc.	YTD	50,000					50,000	150,000		200,000
8,257,100	Equipment Rent	Standing Acc.	YTD		25,000				25,000	25,000		50,000
8,259,000	Other Pur Serv	Standing Acc.	YTD						0	75,000		75,000
8,303,100	Laundry/Linen	Standing Acc.	YTD			15,000			15,000			15,000
8,355,000	Taxes	Standing Acc.	YTD		20,000				20,000			20,000
8,451,100	Med/Surg Supply	Standing Acc.	YTD		100,000				100,000	75,000		175,000
8,454,000	Drugs	Standing Acc.	YTD		(95,000)	40,000			(55,000)	175,000		120,000
8,455,000	Lab Supply	Standing Acc.	YTD					30,000	30,000			30,000
8,457,000	Other Pat Care	Standing Acc.	YTD						0	50,000		50,000
8,458,000	Oxygen & Gas	Standing Acc.	YTD					50,000	50,000			50,000
		Net Standing		280,000	80,000	115,000	(1,488,654)	400,000	(633,654)	790,000	170,000	326,346
	Total w/o Insurance @ 12/95			132,908	305,188	416,769	(1,488,654)	669,692	35,881	790,000	380,225	1,186,108
	Total Net Balance @ 12/95			(227,094)	305,188	416,769	(1,488,654)	(2,613,308)	(3,607,119)	790,000	380,225	(2,456,894)

/jack/pp&e/forecast

22-Apr-96
05:32 PM85,645,102
?

-----VC/MSA Projections-----

		1994	1995	1996	1997	1998	1999	2000
205	(VC)	5,356,393	5,169,441	4,792,854	4,361,783	3,818,507	3,312,074	2,997,570
206	(MSA)	1,019,391	960,468	852,448	744,767	627,058	450,594	329,052
210	(VC)	5,653,100	5,893,934	5,473,869	4,698,305	4,286,377	3,593,456	3,145,551
211	(VC)	3,101,130	3,055,360	2,932,250	2,793,447	2,521,763	2,257,566	2,054,699
212	(VC)	1,690,011	1,803,832	1,692,537	1,599,527	1,523,285	1,235,927	935,966
215	(VC)	1,927,996	2,217,004	1,887,984	1,651,514	1,477,338	818,892	252,522
220	(VC)	5,500,929	5,384,973	5,107,873	4,900,717	4,606,758	4,238,902	3,770,461
230	(MSA)	18,185,063	18,015,250	16,922,204	15,279,925	13,541,384	11,394,830	9,257,487
		<u>42,434,013</u>	<u>42,500,262</u>	<u>39,662,019</u>	<u>36,029,985</u>	<u>32,402,470</u>	<u>27,302,241</u>	<u>22,743,308</u>

/jack/pp&e/forecast

		----- VC/MSA Projections -----					
		<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
205	(VC)	5,169,441	4,792,854	4,361,783	3,818,507	3,312,074	2,997,570
206	(MSA)	960,468	$\approx 909,000$				
210	(VC)	5,893,934	5,473,869	4,698,305	4,286,377	3,593,456	3,145,551
211	(VC)	3,055,360	2,932,250	2,793,447	2,521,763	2,257,566	2,054,699
212	(VC)	1,803,832	1,692,537	1,599,527	1,523,285	1,235,927	935,966
215	(VC)	2,217,004	1,887,984	1,651,514	1,477,338	818,892	252,522
220	(VC)	5,384,973	5,107,873	4,900,717	4,606,758	4,238,902	3,770,461
230	(MSA)	<u>18,015,250</u>					
		42,500,262	21,887,367	20,005,293	18,234,028	15,456,817	13,156,769
		<u>FY 95</u>	<u>FY 96</u>				
		<u>G/L</u>	<u>Budget</u>				
205		6,491,094	7,271,580				
210		7,984,864	9,181,584				
211		3,156,488	3,837,516				
212		3,106,256	3,148,116				
215		5,413,465	5,948,436				
220		6,679,046	6,942,900				
230		<u>16,902,227</u>	<u>18,474,684</u>				
		<u>49,733,440</u>	<u>54,804,816</u>				

MCPI Depreciation Adjustment

• FY 96 Expense Per VC	\$5,473,869
• FY 95 Cap Exp Deprc ($\$7,527 \div 10 \text{ years}$)	750,000
• FY 96 Cap. Exp. Deprc ($\$2,099 \div 10 \text{ years}$) x 1/2 year contribution	600,000

6,853,869
x 8/12

Estimated Depreciation Annual Fee.
Budgeted " " "

4,589,246

~~5,545,000~~ 6,120,000

Retention Adjustment

~~\$995,750~~ - \$1,500,000
\$1,559,754

ELKINS AREA Depreciation Adjustment

• FY 96 Expense Per VC	\$2,932,250
• FY 95 Cap. Exp. Deprc ($\$543 \div 10 \text{ years}$)	54,000
• FY 96 Cap Exp. Deprc ($\$466 \div 10 \text{ years} \times 1/2$)	23,000

3,009,250

x 8/12

2,006,167

Budgeted
Annual Depreciation Annual Fee

2,559,000

\$552,533 - \$550,000

Bucks County Deprec. Adjust.

- FY 96 Expense Per VC \$ 1,692,537
- FY 95 Cap. Ex. Deprec. ($\$617,000 \div 10 \text{ yrs}$) 62,000
- FY 96 Cap. Ex. Deprec. ($\$2,328 \div 10 \text{ yrs} \times 1/2$) 119,000

Net to add
SMT Cap. Exp.

1,873,537
 $\times 8/12$

1,249,025

Budgeted
~~Actual~~ Deprec. Through February

2,101,000

\$ 850,975 \$ 850,000

Sr. Christman's Deprec. Adj.

- FY 96 Expense Per VC \$5,102,873
- FY 95 Cap. Ex. Deprec. ($\$4,257 \div 10 \text{ yrs}$) 425,000
- FY 96 Cap. Ex. Deprec. ($\$3,194 \div 10 \text{ yrs} \times 1/2$) 160,000

5,692,873

$\times 8/12$

3,795,249

Budgeted Deprec. Through February

4,629,000

\$ 838,251 - 830,000

McPherson Deprec. Adj.

- FY 96 Expense Per VC \$4,792,854 ^{with} + 900,000
- FY 95 Cap. Ex. Deprec. ($\$3,816 \div 10 \text{ yrs}$) 382,000
- FY 96 Cap. Ex. Deprec. ($\$6,999 \div 10 \text{ yrs} \times 1/2$) 350,000

5,524,854 ^{with} + 900,000

$\times 8/12$

3,683,236

4,283,236

Budgeted Deprec. Through February

4,548,000

\$ 1,164,764 - 91,150,000

use \$200,000 / March

\$ 564,764

Extraordinary Loss Allocation

223,794 - Total (3/21/96 Memo)
 25,4977 - Discount
 27,413 - Firmwork Costs
10,284

	<u>Per Value of Int</u>	<u>% Share</u>	<u>TOTAL EXTRA. LOSS</u>	<u>Allocation of EXTRA. LOSS</u>
MCPH	\$42,105	12%	\$10,284	\$1,234
MS/UNI				
EPH	56,506	16%		1,645
BCH	20,306	6%		612
SCH	11,478			
	<u>98,290</u>	<u>38.233%</u>		1,131
SCH	26,755			
Horizon	8,100	2%		206
HUH	146,578	43%		4,422
MCPH	31,840	10%		1,029
	<u>\$343,668</u>			<u>\$10,284</u>

UHI CORPORATE
FY95 Interest Expense Allocation
For the Month: July 1995

28-Aug-95
03:31 PM

7% ARE REMOVED (SEE BELOW)

A/C	Ctrl #	Description	ACTUAL Amount	Allocation Basis	EPC	BCC	STC	SCHC	Total Allocated
8602003	95001215	Int Exp - Series 1985	91,982.24	MDowling Memo	58,592.69 63.70%	20,236.09 22.00%	0.00 0.00%	13,153.46 14.30%	91,982.24 100.00%
8602004	95001215	Int Exp - Series 1989	534,562.40	47% Sra 1985 53% Other	342,782.79 64.12%	112,787.32 21.10%	0.00 0.00%	78,992.29 14.78%	534,562.40 100.00%
8609005	95001215	Int Exp - Pool Equip	0.00	Budget	0.00 64.20%	0.00 22.10%	0.00 0.00%	0.00 13.70%	0.00 100.00%
8601001	95001215	Int Exp - Other	0.00	Evenly	0.00 33.33%	0.00 33.33%	0.00 0.00%	0.00 33.34%	0.00 100.00%
8601002	95001215	Int Exp - Line of Credit (including commitment fee)	0.00	Proceeds	0.00 14.67%	0.00 46.67%	0.00 24.00%	0.00 14.66%	0.00 100.00%
8604001	95001215	Int Exp - Cap Leases	0.00	Evenly	0.00 33.33%	0.00 33.33%	0.00 0.00%	0.00 33.34%	0.00 100.00%
8640140	95001215	Int Exp - AHERF	5,208.33	AHERF Chgs	1,520.67 29.20%	1,520.67 29.20%	0.00 0.00%	2,166.99 41.61%	5,208.33 100.00%
8202000	95001215	Trustee Fees - PEL	0.00	PEL Budget	0.00 33.33%	0.00 33.33%	0.00 0.00%	0.00 33.34%	0.00 100.00%
Total			<u>631,752.97</u>		<u>402,896.15</u>	<u>134,544.08</u>	<u>0.00</u>	<u>94,312.74</u>	<u>631,752.97</u>

Loan from SC Pay to MS

SCHC	\$10,393	13%
BCH	49,835	14%
BCH	15,159	23%
	<u>\$75,412</u>	

MS Due

\$88,290

Allocation

\$11,470

56,506

20,306

\$88,290

Undertaken

$$\frac{3,058,452}{24,090,958} = 13\%$$

Form

Appreciation @ 1/3/96	1,349,421
" @ 6/30/95	2,436,422
	<hr/>
	1,112,989
	+ 13%
	<hr/>
	\$248,690

↓

MCPH (30%)	\$74,607
MCP (70%)	\$174,083

Hahneman Investments
 Restricted vs. Unrestricted, June 30, 1995
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028,581 (67%)

	Restricted	Unrestricted	Total Cost	Restricted	Unrestricted	Total Market Value
Board Designated		14,336,606.53	14,336,606.53		15,201,278.95	15,201,278.95
Board Designated - Hosp		1,105,398.21	1,105,398.21		1,172,067.22	1,172,067.22
CVI Endowments	3,905,977.49		3,905,977.49	4,141,555.63		4,141,555.63
Funded Depreciation		27,475,464.69	27,475,464.69		29,132,570.73	29,132,570.73
Loan Fund	362,672.61		362,672.61	384,546.20		384,546.20
Operational Investment	5,468,291.23		5,468,291.23	5,798,095.97		5,798,095.97
Permanent Endowment	14,907,682.64		14,907,682.64	15,792,692.88		15,792,692.88
Permanent Endowment - Hosp	11,063,813.97		11,063,813.97	11,731,097.06		11,731,097.06
Special Purpose	579,432.99		579,432.99	614,379.88		614,379.88
Difference		(7,800.26)	(7,800.26)		(7,799.95)	(7,799.95)
	<u>36,287,870.93</u>	<u>42,909,669.17</u>	<u>79,197,540.10</u>	<u>38,462,367.62</u>	<u>45,498,116.95</u>	<u>83,960,484.57</u>
Percentage	45.8%	54.2%	100.0%	45.8%	54.2%	100.0%

Appraisal @ 12/31/95
 " " 6/30/95

\$9,192,878
 4,762,944
 4,429,934
 x 54%
 \$2,392,164
 67% → \$1,602,750
 HV → \$789,414

Form mcrnu
 MCP \$174,083
 HV 789,414
 \$963,497

Hamot Restricted Fund.

GLM, MCPYTD ACT, THIS MONTH & YTD ACT FOR 1 CENT ON CQUBR

ACCT #	CENTER	FEBRUARY	CURR YTD	ACCOUNT DESCRIPT
6021100	68014505	703348.76-	703,348.76-	SPEC PURP
6021500	68014505	.00	.00	SPEC PURP
6021581	68014505	.00	.00	SPEC PURP
6021600	68014505	29536.36-	29,536.36-	SPEC PURP
6021800	68014505	1020491.00-	1,020,491.00-	SPEC PURP
6021900	68014505	231850.00	231,850.00	SPEC PURP
7180300	68014505	.00	.00	PHYS SVCS-
7190300	68014505	.00	.00	CONT ALLOW
7708000	68014505	9100.00-	231,850.00-	RESTRICTED
8106100	68014505	.00	.00	S & W-ADMI
8106300	68014505	.00	.00	S & W-ADMI
8206000	68014505	9100.00	36,400.00	CONSULTING
8258200	68014505	.00	.00	PRINTING S
8259000	68014505	.00	.00	OTHER PURC
8295210	68014505	.00	.00	TSFR-MAINT
8351100	68014505	.00	.00	OFFICE/OTH
8351600	68014505	.00	.00	TRAVEL EXP
8399000	68014505	.00	200,000.00	TSFR-MISC-
* 1521526.12-		<u>1,516,976.12-</u> <i>Balance Available</i>		
RECORDS	1 TO 18 OF 18	04/09/96 11:44:34 M2L2 ACTION		

\$ 148,000 of expenditures for FY95
 & 232,000 " " for FY96 to-date

\$ 1,020,000 received from Hamot in FY96
 280,000 received " in FY95

mcp only

Medical College of Pennsylvania Endowments
Current Year Unrealized Appreciation, March 31, 1996
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	Restricted	Unrestricted	Total Unrealized Appreciation
Unrealized Appreciation @ 3/31/96	4,474,585.98	966,577.63	5,441,163.61
Unrealized Appreciation @ 6/30/95	2,671,800.55	632,685.69	3,304,486.24
Fiscal 6/96 Unrealized Appreciation	1,802,785.43	333,891.94	2,136,677.37

Medical College of Pennsylvania Endowments
Principal Balance by Income Restriction, June 30, 1995
c:\msd\h\mc\endow_96\unq\res_unres.xls

Cost			Market Value		
Principal with Restricted Income	Principal with Unrestricted Income	Total Endowment Cost	Principal with Restricted Income	Principal with Unrestricted Income	Total Endowment Market Value
	169,978.17	169,978.17		169,978.17	169,978.17
	1,337,355.06	1,337,355.06		1,430,730.93	1,430,730.93
	11,888.67	11,888.67		11,548.82	11,548.82
	2,165,960.34	2,165,960.34		2,357,034.91	2,357,034.91
1,240,727.66	1,240,727.66	2,481,455.31	1,342,631.85	1,342,631.85	2,685,263.69
89,925.09		89,925.09	206,647.57		206,647.57
2,148,738.30		2,148,738.30	2,332,384.85		2,332,384.85
2,349,162.09		2,349,162.09	2,544,602.68		2,544,602.68
	48,140.42	48,140.42		44,045.04	44,045.04
1,765,728.61		1,765,728.61	1,882,096.93		1,882,096.93
1,161,589.04		1,161,589.04	1,232,109.90		1,232,109.90
13,120.00		13,120.00	13,120.00		13,120.00
522,225.93	106,436.73	628,662.66	580,444.11	106,436.73	686,880.85
15,377,182.47	2,108,322.87	17,485,505.34	17,206,161.85	2,359,089.16	19,565,251.01
24,668,399.19	7,188,809.92	31,857,209.10	27,340,199.73	7,821,495.61	35,161,695.35

Unrealized Apprec. 06/30/95

Unrestricted Unrealized Gain/(Loss)	Restricted Unrealized Gain/(Loss)	Total Unrealized Gain/(Loss)
0.00	0.00	0.00
0.00	93,375.87	93,375.87
0.00	(339.85)	(339.85)
0.00	191,074.57	191,074.57
101,904.19	101,904.19	203,808.38
116,722.48	0.00	116,722.48
183,646.55	0.00	183,646.55
195,440.59	0.00	195,440.59
0.00	(4,095.38)	(4,095.38)
116,368.32	0.00	116,368.32
70,520.86	0.00	70,520.86
0.00	0.00	0.00
58,218.18	0.00	58,218.18
1,828,979.38	250,766.29	2,079,745.67
2,671,800.55	632,685.69	3,304,486.24

Percentage 77.4% 22.6% 100.0% 77.8% 22.2% 100.0% 80.9% 19.1% 100.0%

Legal's Pool Market Value Calculation:

Cost	Percentage of Total Cost (b)	Market Value (calculated) (a) * (b) =
15,377,182.47	75.1%	17,206,161.85
<u>2,108,322.87</u>	10.3%	<u>2,359,089.16</u>
17,485,505.34		
<u>2,998,765.41</u>	14.6%	<u>3,355,441.94</u>
<u>20,484,270.75</u>		<u>22,920,692.95</u>
		(a)

(a)

Pooled Income Fund Cost and Market Value Calculation:

	Units	Cost (calculated)	Market Value (calculated)
College - Unrest	2,152.31	522,225.93	580,444.11
External - Rest	438.67	106,436.73	118,302.39
subtotal college	2,590.98	628,662.66	698,746.50
Hospital	25.91	6,286.68	6,987.52
	2,616.89	634,949.34	705,734.02

(a)

Medical College of Pennsylvania Endowments
Principal Balance by Income Restriction, March 31, 1996
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Cost			Market Value		
Principal with Restricted Income	Principal with Unrestricted Income	Total E Cost	Principal with Restricted Income	Principal with Unrestricted Income	Total Principal Market Value
Herman Kerner	176,103.49	176,103.49		176,103.49	176,103.49
College Unrestricted	1,381,024.26	1,381,024.26		1,538,452.12	1,538,452.12
Croasdale	11,641.82	11,641.82		11,309.02	11,309.02
Dean's Fund	2,247,470.17	2,247,470.17		2,544,614.37	2,544,614.37
Family Practice	1,283,814.04	2,567,628.07	1,448,770.17	1,448,770.17	2,897,540.33
Hilda B Kerner	89,925.09	89,925.09		251,447.57	251,447.57
Klinghoffer	2,228,353.61	2,228,353.61	2,508,712.08		2,508,712.08
Mam	2,429,649.36	2,429,649.36	2,736,818.08		2,736,818.08
McClure		47,397.31		43,349.84	43,349.84
Morani	1,820,628.04	1,820,628.04	2,027,835.65		2,027,835.65
W.P. Snyder Chair in Anatomy	1,247,693.94	1,247,693.94	1,373,895.47		1,373,895.47
Lee Winston Silver	13,120.00	13,120.00		13,120.00	13,120.00
Pooled Income Fund	539,705.43	86,904.63	631,902.44	86,904.63	718,807.11
Legals Pool (including AA & WF)	19,395,926.08	2,174,277.92	22,530,900.07	2,525,707.63	25,056,607.70
	<u>29,048,815.58</u>	<u>7,408,633.64</u>	<u>33,523,401.56</u>	<u>8,375,211.27</u>	<u>41,898,612.83</u>

Unrealized Apprec. 6/3/91

Unrestricted Unrealized Gain/(Loss)	Restricted Unrealized Gain/(Loss)	Total Unrealized Gain/(Loss)
0.00	0.00	0.00
0.00	157,427.86	157,427.86
0.00	(332.80)	(332.80)
0.00	297,144.20	297,144.20
164,956.13	164,956.13	329,912.26
161,522.48	0.00	161,522.48
280,358.47	0.00	280,358.47
307,168.72	0.00	307,168.72
0.00	(4,047.47)	(4,047.47)
207,207.61	0.00	207,207.61
126,201.53	0.00	126,201.53
0.00	0.00	0.00
92,197.05	0.00	92,197.05
3,134,973.99	351,429.71	3,486,403.70
<u>4,474,585.98</u>	<u>966,577.63</u>	<u>5,441,163.61</u>

Percentage 79.7% 20.3% 100.0% 80.0% 20.0% 100.0% 82.2% 17.8% 100.0%

Legal's Pool Market Value Calculation:

Cost	Percentage of Total Cost (b)	Market Value (calculated) (a) * (b) =
19,395,926.08	78.6%	22,530,900.07
<u>2,174,277.92</u>	8.8%	<u>2,525,707.63</u>
21,570,204.00		
<u>3,110,427.77</u>	12.6%	<u>3,613,167.89</u>
<u>24,680,631.77</u>		<u>28,669,775.59</u>
		(a)

Pooled Income Fund Cost and Market Value Calculation:

	Units	Cost (calculated)	Market Value (calculated)
College - Unrest	2,152.31	539,705.43	631,902.48
External - Rest	346.57	86,904.63	101,750.42
subtotal college	2,498.88	626,610.06	733,652.89
Hospital	25.91	6,497.10	7,606.99
	2,524.79	633,107.16	741,259.88
		(6.00)	6.00

-MCC-

Unapplied Cash per PA	(588,518)
6/28-6/30 Accrual	(57,517)
Total Unapplied	<u>(646,035)</u>

GL 1205000	(4,769,165)
1205050	<u>479,467</u>
Adjusted GL	<u>(4,289,698)</u>

Difference	<u><u>(3,643,463)</u></u>
------------	---------------------------

-BCC-

Unapplied Cash Per PA	(66,385)
6/28-6/30 accrual	(149,852)
Total Unapplied	(216,237)

GL 1205000	(1,240,013)
1201800 (refund)	<u>12,038</u>
Total GL	(1,227,975)

Difference	<u>(101,738)</u>
------------	------------------

from 20
Version

AHERF
Analysis of Reserves

	<u>06/30/96</u>	<u>01/31/96</u>
AGH		
Prior Year CRA	\$1,000,000	\$0
ANI Disposal	1,000,000	-
General Reserve	2,000,000	2,000,000
Total AGH	<u>4,000,000</u>	<u>2,000,000</u>
AHERF		
Insurance Debits - EPH	(1,357,000)	(1,131,000)
Insurance Debits - BCH	(762,000)	(762,000)
Total AHERF	<u>(2,119,000)</u>	<u>(1,893,000)</u>
MCPHU		
General Reserve from HUH	2,100,000	500,000
Accrued Severance	1,100,000	458,000
PP&E Reserve	4,100,000	3,700,000
	<u>7,300,000</u>	<u>4,658,000</u>
SCHC		
Accrual of FY 96 Expenses	1,700,000	708,000
General Revenue Reserve	2,300,000	2,300,000
Prior Year CRA	2,500,000	2,500,000
PP&E Reserve	1,133,000	1,133,000
Health Partners Unrecorded Equity	1,264,000	1,040,000
Health Partners 1995	-	114,000
Total SCHC	<u>8,897,000</u>	<u>7,795,000</u>
MCPHUHS		
HUH		
Inventory Reserve	1,587,000	1,087,000
Prior Year CRA	19,500,000	1,500,000
PP&E Reserve	1,773,000	1,773,000
SHSH Building	(1,470,000)	(1,470,000)
Disproportionate Share	180,000	-
Sales Tax	500,000	-
Self Insurance Trust - HUH	(2,161,000)	(865,000)
Hahnemann Insurance Company deficit	(1,922,000)	(2,113,000)
Total HUH	<u>17,987,000</u>	<u>(88,000)</u>
Others		
USHC Prudent Buyer Quality Payment	440,000	-
Disproportionate Share - MCPH	100,000	-
General Revenue Reserve - MCPH	300,000	-
Bucks General Revenue Reserve	250,000	-
Elkins General Revenue Reserve	175,000	-
Health Partners Unrecorded Equity	3,563,000	2,919,000
PP&E Reserve - Bucks	1,493,000	993,000
PP&E Reserve - MCPH	3,500,000	2,900,000
PP&E Reserve - Elkins	597,000	597,000
PP&E Reserve - MS	1,650,000	1,650,000
Self Insurance Trust - MCPH	(1,185,000)	(196,000)
City of Phila Tax Audit	(1,000,000)	(765,000)
FY 96 Revenue Adjustment - MCPH	-	(1,800,000)
Bottom Line Elimination - MS	-	(850,000)
	<u>9,883,000</u>	<u>5,448,000</u>
Total MCPHUHS	<u>27,870,000</u>	<u>5,360,000</u>
GRAND TOTAL	<u>\$45,948,000</u>	<u>\$17,920,000</u>

Potential Adjustments

(000's)

<u>Potential Income Items</u>	<u>Income/(Expense)</u>
<u>AHERF</u>	
Unrealized investment gains - Unrestricted/ board-designated funds	\$ 4,500
<u>AGH</u>	
Unrealized investment gains - Board-designated funds	\$ 4,800
Investment in Gateway HMO	4,000
Capitalized interest - Northwest Wing	<u>1,600</u>
	<u>10,400</u>
<u>MCPH</u>	
Unrealized investment gains - Unrestricted funds	\$ 75
Overaccrued fiscal 1996 depreciation expense	1,500
Health Partners calendar year 1995 unrecorded equity	<u>500</u>
	<u>2,075</u>
<u>Elkins Park</u>	
Overaccrued fiscal 1996 depreciation expense	\$ 900
<u>Bucks County</u>	
Overaccrued fiscal 1996 depreciation expense	\$1,000
<u>St. Christopher's</u>	
Health Partners calendar year 1995 unrecorded equity	\$ 200
Overaccrued fiscal 1996 depreciation expense	<u>1,200</u>
	<u>1,400</u>
<u>Hahnemann University Hospital</u>	
Unrealized investment gains - Unrestricted/Board-designated funds	\$1,600
Old Accounts Payable system balance	<u>350</u>
	<u>1,950</u>
<u>MCPHU</u>	
Unrealized investment gains - Unrestricted/Board-designated funds	\$ 963
Overaccrued fiscal 1996 depreciation expense	<u>500</u>
	<u>1,463</u>
Total potential income items	<u>\$23,688</u>

Potential Adjustments

(000's)

<u>Potential Expense Items</u>	<u>Income/(Expense)</u>
<u>AHERF</u>	
Iqbal Paroo tort settlement	\$(3,300)
Carol Calvert tort settlement	<u>(1,600)</u>
	<u>(4,900)</u>
<u>AGH</u>	
<u>AJHG</u>	
<u>MCPH</u>	
Writeoff of deferred financing costs and discount	\$(1,321)
CRA matters	<u>(3,000)</u>
	<u>(4,321)</u>
<u>Elkins Park</u>	
CRA matters	\$(500)
Deferred reimbursement debits	<u>(477)</u>
	<u>(977)</u>
<u>Bucks County</u>	
CRA matters	\$(500)
DHG goodwill	<u>(677)</u>
	<u>(1,177)</u>
<u>Management Services</u>	
Writeoff of deferred financing costs and discount	\$(3,999)
Deferred reimbursement debits	<u>(456)</u>
	<u>(4,455)</u>
<u>Hahnemann University Hospital</u>	
CRA matters	\$(3,000)
Writeoff of deferred financing costs and discount	<u>(4,365)</u>
	<u>(7,365)</u>
<u>St. Christopher's</u>	
Writeoff of deferred financing costs and discount	\$(1,164)
<u>MCPHU</u>	
Writeoff of deferred financing costs and discount	\$(835)
Total potential expense items	<u>\$(25,194)</u>

AHERF
Analysis of Reserves

	<u>Revised 06/30/95</u>	<u>01/31/96</u>
AGH		
Prior Year CRA	\$1,000,000	\$0
ANI Disposal	1,000,000	-
General Reserve	<u>2,000,000</u>	<u>2,000,000</u>
Total AGH	<u>4,000,000</u>	<u>2,000,000</u>
AHERF		
Insurance Debits - EPH	-	(1,131,000)
Insurance Debits - BCH	<u>-</u>	<u>(762,000)</u>
Total AHERF	<u>0</u>	<u>(1,893,000)</u>
MCPHU		
General Reserve from HUH	2,100,000	1,100,000
Accrued Severance	1,100,000	458,000
PP&E Reserve	4,100,000	3,700,000
Additional Grant Revenue Recorded	<u>-</u>	<u>(600,000)</u>
	<u>7,300,000</u>	<u>4,658,000</u>
SCHC		
Accrual of FY 96 Expenses	1,700,000	708,000
General Revenue Reserve	2,300,000	2,300,000
Prior Year CRA	2,500,000	5,100,000
PP&E Reserve	1,133,000	1,133,000
Health Partners Unrecorded Equity	1,264,000	1,040,000
Health Partners 1995	<u>-</u>	<u>114,000</u>
Total SCHC	<u>8,897,000</u>	<u>10,395,000</u>

*7277,000
on up One
Reserve*

AHERF
Analysis of Reserves

	<u>Revised</u> <u>06/30/95</u>	<u>01/31/96</u>
MCPHUHS		
HUH		
FY 95	2,500,000	2,500,000
Inventory Reserve	1,587,000	1,087,000
Prior Year CRA	17,000,000	11,500,000
PP&E Reserve	1,773,000	1,773,000
SHSH Building	(1,470,000)	(1,470,000)
Disproportionate Share	180,000	-
Sales Tax	500,000	-
Self Insurance Trust - HUH	(2,161,000)	(865,000)
Claims Made Deficit - HAHN	(1,755,000)	(1,937,000)
IBNR Deficit - HAHN	(167,000)	(176,000)
Health Partners 1995	-	23,000
FY 96 Revenue Adjustment	-	(12,522,000)
Total HUH	<u>17,987,000</u>	<u>(87,000)</u>
Others		
USHC Prudent Buyer Quality Payment	440,000	440,000
Disproportionate Share - MCPH	100,000	-
General Revenue Reserve - MCPH	300,000	-
Bucks General Revenue Reserve	250,000	250,000
Elkins General Revenue Reserve	175,000	175,000
Health Partners Unrecorded Equity	3,563,000	2,919,000
PP&E Reserve - Bucks	1,493,000	993,000
PP&E Reserve - MCPH	3,500,000	2,900,000
PP&E Reserve - Elkins	597,000	597,000
PP&E Reserve - MS	1,650,000	1,650,000
Insurance Debits - Bucks	(762,000)	-
Self Insurance Trust - MCPH	(1,185,000)	(196,000)
Insurance Debits - Elkins	(1,357,000)	-
City of Phila Tax Audit	(1,000,000)	(1,000,000)
Health Partners 1995 - Bucks	-	32,000
Health Partners 1995 - MCPH	-	5,000
Health Partners 1995 - Elkins	-	25,000
FY 96 Revenue Adjustment - Bucks	-	(308,000)
FY 96 Revenue Adjustment - MCPH	-	(1,800,000)
FY 96 Revenue Adjustment - Elkins	-	(106,000)
Bottom Line Elimination - MS	-	(3,450,000)
	<u>7,764,000</u>	<u>3,126,000</u>
Total MCPHUHS	<u>25,751,000</u>	<u>3,039,000</u>
 GRAND TOTAL	 <u>\$45,948,000</u>	 <u>\$18,199,000</u>

27-Feb
cc: D. Cancelmi

AGH:

CAPITALIZED interest - N.W. Wing (\$791 current yr)	\$1594
Investment in GATEWAY HMO	4000
UNREALIZED gains - Board designated Fdr (\$4806 current yr)	8501

AHERF:

UNREALIZED gains ~ Unrestricted Investments (\$3662 current yr)	\$8904
UNREALIZED gains - board designated Fdr (\$827 current yr)	1548

Dan,

This is Steve's request to
place a 2nd Reserve Sec.
Attached are AGIL notes.
I will get you AUCR
notes ASAP. ~~Tim~~
al

ALLEGHENY
HEALTH,
EDUCATION AND
RESEARCH
FOUNDATION

Memorandum

Stephen H. Spargo, CPA
Senior Vice President
Corporate Support Services

Fifth Avenue Place
120 Fifth Avenue, Suite 2900
Pittsburgh, PA 15222-3009
Telephone (412) 359-8598

Galaxy Corp
10/1

Date:

To:

Al / Dan

- update reserve schedule
- start a 2ND worksheet for potential items

AKSAC premiums
+ NW Wing interest
+ unrealized gains
restricted fund transfers FASB117

[Signature]

dc version

AHERF
Analysis of Reserves

	<u>Revised 06/30/95</u>	<u>Revised 10/31/95</u>	<u>12/31/95</u>
AGH			
Prior Year CRA	\$1,000,000	\$0	\$0
ANI Disposal	1,000,000	-	-
General Reserve	2,000,000	2,000,000	2,000,000
AHSPIIC Capital Contribution	-	1,000,000	1,500,000
Reduced FY 96 Insurance Expense	-	-	429,000
Total AGH	<u>4,000,000</u>	<u>3,000,000</u>	<u>3,929,000</u>
AHERF			
Insurance Debits - EPH	-	-	(1,131,000)
Insurance Debits - BCH	-	-	(762,000)
Overaccrued Pension Exp. (\$2.1 FY 96)	-	700,000	-
Total AHERF	<u>0</u>	<u>700,000</u>	<u>(1,893,000)</u>
MCPHU			
General Reserve from HUH	2,100,000	2,100,000	1,100,000
Accrued Severance	1,100,000	733,000	550,000
PP&E Reserve	4,100,000	4,100,000	3,700,000
\$2.5 M Budget Variance	-	(833,000)	(1,250,000)
Additional FY 96 Insurance Expense	-	-	(1,300,000)
Additional Grant Revenue Recorded	-	-	(600,000)
	<u>7,300,000</u>	<u>6,100,000</u>	<u>2,200,000</u>
SCHC			
Accrual of FY 96 Expenses	1,700,000	1,133,000	850,000
General Revenue Reserve	2,300,000	2,300,000	2,300,000
Prior Year CRA	2,500,000	3,500,000	5,100,000
PP&E Reserve	1,133,000	1,133,000	1,133,000
Health Partners Unrecorded Equity	1,264,000	1,136,000	1,072,000
Health Partners 1995	-	483,000	114,000
Reduced FY 96 Insurance Expense	-	-	260,000
Total SCHC	<u>8,897,000</u>	<u>9,685,000</u>	<u>10,829,000</u>

AHERF
Analysis of Reserves

	<u>Revised</u> <u>06/30/95</u>	<u>Revised</u> <u>10/31/95</u>	<u>12/31/95</u>
MCPHUHS			
HUH			
FY 95	2,500,000	2,500,000	2,500,000
Inventory Reserve	1,587,000	1,587,000	1,087,000
Prior Year CRA	17,000,000	16,500,000	11,500,000
PP&E Reserve	1,773,000	1,773,000	1,773,000
SHSH Building	(1,470,000)	(1,470,000)	(1,470,000)
Disproportionate Share	180,000	180,000	-
Sales Tax	500,000	500,000	-
Self Insurance Trust - HUH	(2,161,000)	(1,761,000)	(965,000)
Claims Made Deficit - HAHN	(1,755,000)	(1,755,000)	(1,937,000)
IBNR Deficit - HAHN	(167,000)	(167,000)	(176,000)
Health Partners 1995	-	422,000	23,000
FY 96 Revenue Adjustment	-	(12,522,000)	(12,522,000)
Additional FY 96 Insurance Expense	-	-	(1,747,000)
Total HUH	17,987,000	5,787,000	(1,934,000)
Others			
USHC Prudent Buyer Quality Payment	440,000	440,000	440,000
Disproportionate Share - MCPH	100,000	100,000	-
General Revenue Reserve - MCPH	300,000	400,000	-
Bucks General Revenue Reserve	250,000	250,000	250,000
Elkins General Revenue Reserve	175,000	175,000	175,000
Health Partners Unrecorded Equity	3,563,000	3,195,000	3,011,000
PP&E Reserve - Bucks	1,493,000	1,493,000	993,000
PP&E Reserve - MCPH	3,500,000	3,500,000	2,900,000
PP&E Reserve - Elkins	597,000	597,000	597,000
PP&E Reserve - MS	1,650,000	1,650,000	1,650,000
Insurance Debits - Bucks	(762,000)	(762,000)	-
Self Insurance Trust - MCPH	(1,185,000)	(656,000)	(296,000)
Insurance Debits - Elkins	(1,357,000)	(1,131,000)	-
City of Phila Tax Audit	(1,000,000)	(1,000,000)	(1,000,000)
Health Partners 1995 - Bucks	-	78,000	25,000
Health Partners 1995 - MCPH	-	464,000	5,000
Health Partners 1995 - Elkins	-	35,000	10,000
Reduced FY 96 Insurance Exp. - Bucks	-	-	214,000
Reduced FY 96 Insurance Exp. - MCPH	-	-	187,000
Reduced FY 96 Insurance Exp. - Elkins	-	-	243,000
FY 96 Revenue Adjustment - Bucks	-	(308,000)	(308,000)
FY 96 Revenue Adjustment - MCPH	-	(1,800,000)	(1,800,000)
FY 96 Revenue Adjustment - Elkins	-	(106,000)	(106,000)
Bottom Line Elimination - MS	-	(1,856,000)	(2,700,000)
	7,764,000	4,758,000	4,490,000
Total MCPHUHS	25,751,000	10,545,000	2,556,000
GRAND TOTAL	\$45,948,000	\$30,030,000	\$17,621,000

05-Feb
cc: D. Cancelmi

AHERF
Analysis of Reserves

	<u>Revised 06/30/95</u>	<u>Revised 10/31/95</u>	<u>12/31/95</u>
AGH			
Prior Year CRA	\$1,000,000	\$0	\$0
ANI Disposal	1,000,000	-	-
General Reserve	2,000,000	2,000,000	2,000,000
AHSPIC Capital Contribution	-	1,000,000	1,500,000
Reduced FY 96 Insurance Expense	-	-	429,000
Total AGH	<u>4,000,000</u>	<u>3,000,000</u>	<u>3,929,000</u>
AHERF			
Overaccrued Pension Exp. (\$2.1 FY 96)	-	700,000	-
Total AHERF	<u>0</u>	<u>700,000</u>	<u>0</u>
MCPHU			
General Reserve from HUH	2,100,000	2,100,000	1,100,000
Accrued Severance	1,100,000	733,000	550,000
PP&E Reserve	4,100,000	4,100,000	3,700,000
\$2.5 M Budget Variance	-	(833,000)	(1,250,000)
Additional FY 96 Insurance Expense	-	-	(1,300,000)
Additional Grant Revenue Recorded	-	-	(600,000)
	<u>7,300,000</u>	<u>6,100,000</u>	<u>2,200,000</u>
SCHC			
Accrual of FY 96 Expenses	1,700,000	1,133,000	850,000
General Revenue Reserve	2,300,000	2,300,000	2,300,000
Prior Year CRA	2,500,000	3,500,000	2,800,000
PP&E Reserve	1,133,000	1,133,000	1,133,000
Health Partners Unrecorded Equity	1,264,000	1,136,000	1,072,000
Health Partners 1995	-	483,000	114,000
Reduced FY 96 Insurance Expense	-	-	260,000
Total SCHC	<u>8,897,000</u>	<u>9,685,000</u>	<u>8,529,000</u>

AHERF
Analysis of Reserves

	<u>Revised 06/30/95</u>	<u>Revised 10/31/95</u>	<u>12/31/95</u>
MCPHUHS			
HUH			
FY 1995	2,500,000	2,500,000	2,500,000
Inventory Reserve	1,587,000	1,587,000	1,087,000
Prior Year CRA	17,000,000	16,500,000	11,500,000
PP&E Reserve	1,773,000	1,773,000	1,773,000
SHSH Building	(1,470,000)	(1,470,000)	(1,470,000)
Disproportionate Share	180,000	180,000	-
Sales Tax	500,000	500,000	-
Self Insurance Trust - HUH	(2,161,000)	(1,761,000)	(965,000)
Claims Made Deficit - HAHN	(1,755,000)	(1,755,000)	(1,937,000)
IBNR Deficit - HAHN	(167,000)	(167,000)	(176,000)
Health Partners 1995	-	422,000	23,000
FY 96 Revenue Adjustment	-	(12,522,000)	(12,522,000)
Additional FY 96 Insurance Expense	-	-	(1,747,000)
Total HUH	<u>17,987,000</u>	<u>5,787,000</u>	<u>(1,934,000)</u>
Others			
USHC Prudent Buyer Quality Payment	440,000	440,000	440,000
Disproportionate Share - MCPH	100,000	100,000	-
General Revenue Reserve - MCPH	300,000	400,000	-
Bucks General Revenue Reserve	250,000	250,000	250,000
Elkins General Revenue Reserve	175,000	175,000	175,000
Health Partners Unrecorded Equity	3,563,000	3,195,000	3,011,000
PP&E Reserve - Bucks	1,493,000	1,493,000	993,000
PP&E Reserve - MCPH	3,500,000	3,500,000	2,900,000
PP&E Reserve - Elkins	597,000	597,000	597,000
PP&E Reserve - MS	1,650,000	1,650,000	1,650,000
Insurance Debits - Bucks	(762,000)	(762,000)	-
Self Insurance Trust - MCPH	(1,185,000)	(656,000)	(296,000)
Insurance Debits - Elkins	(1,357,000)	(1,131,000)	-
City of Phila Tax Audit	(1,000,000)	(1,000,000)	(1,000,000)
Health Partners 1995 - Bucks	-	78,000	25,000
Health Partners 1995 - MCPH	-	464,000	5,000
Health Partners 1995 - Elkins	-	35,000	10,000
Reduced FY 96 Insurance Exp. - Bucks	-	-	214,000
Reduced FY 96 Insurance Exp. - MCPH	-	-	187,000
Reduced FY 96 Insurance Exp. - Elkins	-	-	243,000
FY 96 Revenue Adjustment - Bucks	-	(308,000)	(308,000)
FY 96 Revenue Adjustment - MCPH	-	(1,800,000)	(1,800,000)
FY 96 Revenue Adjustment - Elkins	-	(106,000)	(106,000)
Bottom Line Elimination - MS	-	(1,856,000)	(400,000)
	<u>7,764,000</u>	<u>4,758,000</u>	<u>6,790,000</u>
Total MCPHUHS	<u>25,751,000</u>	<u>10,545,000</u>	<u>4,856,000</u>
 GRAND TOTAL	 <u>\$45,948,000</u>	 <u>\$30,030,000</u>	 <u>\$19,514,000</u>

05-Feb
cc: S. Spargo

AHERF **Analysis of Reserves**

	06/30/95	10/31/95	12/31/95
AGH			
<i>Reduced FY 96 Insurance Expense</i>	-	-	429,000
Prior Year CRA	\$1,000,000	\$1,000,000	4,100,000
ANI Disposal	1,000,000	1,000,000	1,000,000
General Reserve	2,000,000	2,000,000	2,000,000
AHSPIC Capital Contribution	-	762,000	1,500,000
Total AGH	4,000,000	4,762,000	5,929,000
AHERF			
Overaccrued Pension Exp. (\$2.1 FY 96)	-	700,000	-
Total AHERF	0	700,000	0 - (1,843,000)
MCPHU			
<i>Additional FY 96 Insurance Expense</i>	-	-	2,381,000
General Reserve from HUH	2,100,000	2,100,000	1,100,000
Accrued Severance	1,100,000	733,000	550,000
PP&E Reserve	4,100,000	4,100,000	3,700,000
\$2.5 M Budget Variance	-	(833,000)	1,250,000
<i>Additional year revenue recorded</i>	7,300,000	6,100,000	604,000
SCHC			
Accrual of FY 96 Expenses	1,700,000	1,133,000	850,000
General Revenue Reserve	2,300,000	2,300,000	2,300,000
Prior Year CRA	2,500,000	3,500,000	5,100,000
PP&E Reserve	1,133,000	1,133,000	1,133,000
Health Partners Unrecorded Equity	1,264,000	1,136,000	1,072,000
Health Partners 1995	-	483,000	114,000
Total SCHC	8,897,000	9,685,000	10,829,000
<i>Reduced FY 96 Insurance Expense</i>	-	-	260,000
<i>Insurance debits - EPH</i>	-	-	(1,131,000)
<i>" " - BCH</i>	-	-	(762,000)

AHERF **Analysis of Reserves**

MCPHUHS

HUH

	<u>06/30/95</u>	<u>10/31/95</u>
Inventory Reserve	1,587,000	1,587,000
Prior Year CRA	17,000,000	17,000,000
PP&E Reserve	1,773,000	1,773,000
SHSH Building	(1,470,000)	(1,470,000)
Disproportionate Share	180,000	180,000
Sales Tax	500,000	500,000
DPW Coding Issue	1,000,000	1,000,000
Self Insurance Trust - HUH	(2,161,000)	(2,161,000)
Claims Made Deficit - HAHN	(1,755,000)	(1,355,000)
IBNR Deficit - HAHN	(167,000)	(167,000)
Health Partners 1995	-	422,000
FY 96 Revenue Adjustment	-	(43,192,000)
Adjustment FY 96 Insurance	-	-
Total HUH	18,987,000	6,617,000

Others

USHC Prudent Buyer Quality Payment	440,000	440,000
Disproportionate Share - MCPH	100,000	100,000
General Revenue Reserve - MCPH	300,000	400,000
Bucks General Revenue Reserve	250,000	250,000
Elkins General Revenue Reserve	175,000	175,000
Health Partners Unrecorded Equity	3,563,000	3,195,000
PP&E Reserve - Bucks	1,493,000	1,493,000
PP&E Reserve - MCPH	3,500,000	3,500,000
PP&E Reserve - Elkins	597,000	597,000
PP&E Reserve - MS	1,650,000	1,650,000
Insurance Debits - Bucks	(762,000)	(762,000)
Self Insurance Trust - MCPH	(1,185,000)	(656,000)
Insurance Debits - Elkins	(1,357,000)	(1,131,000)
City of Phila Tax Audit	(1,000,000)	(1,000,000)
Health Partners 1995 - Bucks	-	78,000
Health Partners 1995 - MCPH	-	464,000
Health Partners 1995 - Elkins	-	35,000
FY 96 Revenue Adjustment - Bucks	-	(308,000)
FY 96 Revenue Adjustment - MCPH	-	(2,700,000)
FY 96 Revenue Adjustment - Elkins	-	(106,000)
Bottom Line Elimination - MS	-	(1,856,000)
	7,764,000	3,858,000

Total MCPHUHS

26,751,000 10,475,000

GRAND TOTAL

\$46,948,000 \$31,722,000

07-Dec
cc: S. Spargo

Reduction FY 96 Insurance Exp - MICH
" " " " " - EAH
" " " " " - BAH

11,500,000
12/31/95
1,087,000
17,000,000
1,773,000
(1,470,000)
-
(965,000)
(1,937,000)
(176,000)
23,000
(18,522,000)
(1,747,000)
(3,934,000)
250,000
175,000
3,011,000
493,000
2,400,000
597,000
1,650,000
(296,000)
(1,000,000)
25,000
5,000
10,000
(308,000)
(1,800,000)
(106,000)
(3,227,000)
187,000
213,000
219,000

AHERF
Analysis of Reserves as of 6/30/95

	<u>Current Year</u>	<u>Prior Year</u>	<u>Total</u>
AGH			
Prior Year CRA	\$ -	\$1,000,000	\$1,000,000
ANI Disposal	1,000,000	-	1,000,000
General Reserve	<u>2,500,000</u>	<u>2,000,000</u>	<u>2,500,000</u>
	<u>3,500,000</u>	<u>1,000,000</u>	<u>4,500,000</u>
HUH			
Current Year CRA	2,500,000	-	2,500,000
Inventory Reserve	-	1,495,000	1,495,000
Prior Year CRA	-	14,500,000	14,500,000
PP&E Reserve	-	1,773,000	1,773,000
Disproportionate Share	180,000	-	180,000
Sales Tax	-	500,000	500,000
DPW Coding Issue	-	1,000,000	1,000,000
	<u>2,680,000</u>	<u>19,268,000</u>	<u>21,948,000</u>
SCHC			
Accrual of FY 96 Expenses	1,700,000	-	1,700,000
General Revenue Reserve	2,300,000	-	2,300,000
+ / m Prior Year CRA	-	2,500,000	2,500,000
Health Partners Unrecorded Equity	<u>386,000</u>	<u>878,000</u>	<u>1,264,000</u>
	<u>4,386,000</u>	<u>3,378,000</u>	<u>7,764,000</u>
MCH (Consolidated)			
USHC Prudent Buyer Quality Payment	-	440,000	440,000
PP&E - Bucks	736,000	-	736,000
Disproportionate Share	100,000	-	100,000
MCPH General Revenue Reserve	300,000	-	300,000
Bucks General Revenue Reserve	250,000	-	250,000
Elkins General Revenue Reserve	175,000	-	175,000
Health Partners Unrecorded Equity	<u>1,110,000</u>	<u>2,453,000</u>	<u>3,563,000</u>
	<u>2,671,000</u>	<u>2,893,000</u>	<u>5,564,000</u>
MCPHU			
General Reserve from HUH	-	2,100,000	2,100,000
Accrued Severance	-	1,100,000	1,100,000
	<u>0</u>	<u>3,200,000</u>	<u>3,200,000</u>
GRAND TOTAL			
41756 =	20,500 - CRA 7,625 - General Rsvr 4,827 HTH PRUDR UNREC Equity 2,509 PP-E Rsvr 1,455 Inv Rsvr 1,100 SEVERANCE 1,000 ANI DISP 1,700 ACCT 96 Exp 1,000 DPW CODING	<u>\$13,237,000</u>	<u>\$29,739,000</u>
		<u>\$13,237,000</u>	<u>\$42,976,000</u>

AHERF
Analysis of Reserves

		<u>06/30/95</u>	<u>09/30/95</u>
AGH			
	Prior Year CRA	\$1,000,000	\$1,000,000
	ANI Disposal	1,000,000	1,000,000
	General Reserve	2,000,000	2,000,000
	AHSPIC Capital Contribution	-	762,000
	Total AGH	<u>4,000,000</u>	<u>4,762,000</u>
SCHC			
	Accrual of FY 96 Expenses	1,700,000	1,275,000
	General Revenue Reserve	2,300,000	2,300,000
	Prior Year CRA	2,500,000	3,500,000
	PP&E Reserve	1,158,000	1,158,000
	Health Partners Unrecorded Equity	1,264,000	1,168,000
	Health Partners 1995	-	425,000
	Unrecorded GME & DSH for 7/95	-	639,000
	Total SCHC	<u>8,922,000</u>	<u>10,465,000</u>
MCPHUHS			
	HUH		
	Current Year CRA	2,500,000	2,500,000
	Inventory Reserve	1,495,000	1,495,000
	Prior Year CRA	14,500,000	14,500,000
	PP&E Reserve	1,773,000	1,773,000
	SHSH Building	(1,470,000)	(1,470,000)
	Disproportionate Share	180,000	180,000
	Sales Tax	500,000	500,000
	DPW Coding Issue	1,000,000	1,000,000
	Self Insurance Trust - HUH	(2,161,000)	(2,161,000)
	Claims Made Deficit - HAHN	(1,755,000)	(1,455,000)
	IBNR Deficit - HAHN	(167,000)	(167,000)
	Health Partners 1995	-	348,000
	FY 96 Revenue Adjustment	-	(11,042,000)
	Total HUH	<u>16,395,000</u>	<u>6,001,000</u>

AHERF
Analysis of Reserves

	<u>06/30/95</u>	<u>09/30/95</u>
Others		
USHC Prudent Buyer Quality Payment	440,000	440,000
Disproportionate Share - MCPH	100,000	100,000
General Revenue Reserve - MCPH	300,000	400,000
Bucks General Revenue Reserve	250,000	250,000
Elkins General Revenue Reserve	175,000	175,000
Health Partners Unrecorded Equity	3,563,000	3,286,000
PP&E Reserve - Bucks	1,493,000	1,493,000
PP&E Reserve - MCPH	3,500,000	3,500,000
PP&E Reserve - Elkins	393,000	393,000
PP&E Reserve - MS	1,650,000	1,650,000
Insurance Debits - Bucks	(762,000)	(762,000)
Self Insurance Trust - MCPH	(1,185,000)	(756,000)
Insurance Debits - Elkins	(1,357,000)	(1,131,000)
City of Phila Tax Audit	(1,000,000)	(1,000,000)
Health Partners 1995 - Bucks	-	60,000
Health Partners 1995 - MCPH	-	493,000
Health Partners 1995 - Elkins	-	(21,000)
FY 96 Revenue Adjustment - Bucks	-	(308,000)
FY 96 Revenue Adjustment - MCPH	-	(1,700,000)
FY 96 Revenue Adjustment - Elkins	-	(106,000)
Bottom Line Elimination - MS	-	(1,105,000)
	<u>7,560,000</u>	<u>5,351,000</u>
Total MCPHUHS	<u>23,955,000</u>	<u>11,352,000</u>
MCPHU		
General Reserve from HUH	2,100,000	2,100,000
Accrued Severance	1,100,000	825,000
PP&E Reserve	4,100,000	4,100,000
\$2.5 M Budget Variance	-	(625,000)
	<u>7,300,000</u>	<u>6,400,000</u>
GRAND TOTAL	<u><u>\$44,177,000</u></u>	<u><u>\$32,979,000</u></u>

01-Nov

cc: S. Spargo

AHERF
Analysis of Reserves

		<u>06/30/95</u>	<u>09/30/95</u>
AGH			
	Prior Year CRA	\$1,000,000	\$1,000,000
	ANI Disposal	1,000,000	1,000,000
	General Reserve	2,000,000	2,000,000
	AHSPIC Capital Contribution	-	762,000
	Total AGH	<u>4,000,000</u>	<u>4,762,000</u>
SCHC			
	Accrual of FY 96 Expenses	1,700,000	1,275,000
	General Revenue Reserve	2,300,000	2,300,000
	Prior Year CRA	2,500,000	3,500,000
	PP&E Reserve	1,158,000	1,158,000
	Health Partners Unrecorded Equity	1,264,000	1,168,000
	Health Partners 1995	-	425,000
	Unrecorded GME & DSH for 7/95	-	639,000
	Total SCHC	<u>8,922,000</u>	<u>10,465,000</u>
MCPHUHS			
	HUH		
	Current Year CRA	2,500,000	2,500,000
	Inventory Reserve	1,495,000	1,495,000
	Prior Year CRA	14,500,000	14,500,000
	General Reserve	1,680,000	1,680,000
	Self Insurance Trust - HUH	(2,161,000)	(2,161,000)
	Claims Made Deficit - HAHN	(1,755,000)	(1,455,000)
	IBNR Deficit - HAHN	(167,000)	(167,000)
	Health Partners 1995	-	348,000
	FY 96 Revenue Adjustment	-	(11,042,000) ✓
	Total HUH	<u>16,092,000</u>	<u>5,698,000</u>
	Others		
	General Revenue Reserve - MCPH	400,000	500,000
	Health Partners Unrecorded Equity	3,563,000	3,286,000
	PP&E Reserve - Bucks	1,493,000	1,493,000
	PP&E Reserve - MCPH	3,500,000	3,500,000
	PP&E Reserve - Elkins	393,000	393,000
	PP&E Reserve - MS	1,650,000	1,650,000
	Self Insurance Trust - MCPH	(1,185,000)	(756,000)
	City of Phila Tax Audit	(1,000,000)	(1,000,000)
	Health Partners 1995 - Bucks	-	60,000
	Health Partners 1995 - MCPH	-	493,000
	Health Partners 1995 - Elkins	-	(21,000)
	FY 96 Revenue Adjustment - Bucks	-	(308,000)
	FY 96 Revenue Adjustment - MCPH	-	(1,700,000)
	FY 96 Revenue Adjustment - Elkins	-	(106,000)
	Bottom Line Elimination - MS	-	(1,105,000)
		<u>8,814,000</u>	<u>6,379,000</u>
	Total MCPHUHS	<u>24,906,000</u>	<u>12,077,000</u>

AHERF
Analysis of Reserves

	<u>06/30/95</u>	<u>09/30/95</u>
MCPHU		
General Reserve from HUH	2,100,000	2,100,000
Accrued Severance	1,100,000	825,000
PP&E Reserve	4,100,000	4,100,000
\$2.5 M Budget Variance	-	(625,000)
	<u>7,300,000</u>	<u>6,400,000</u>
 GRAND TOTAL	 <u><u>\$45,128,000</u></u>	 <u><u>\$33,704,000</u></u>

02-Nov

AHERF **Analysis of Reserves**

	<u>06/30/95</u>	<u>09/30/95</u>
Prior Year CRA	\$1,000,000	\$1,000,000
ANI Disposal	1,000,000	1,000,000
General Reserve	2,500,000 <i>3,000,000</i>	2,000,000
AHSPIC Capital Contribution	-	762,000
Total AGH	<u>4,500,000</u>	<u>4,762,000</u>

SCHC

Accrual of FY 96 Expenses	1,700,000	1,275,000
General Revenue Reserve	2,300,000	2,300,000
Prior Year CRA	2,500,000	3,500,000
Health Partners Unrecorded Equity	1,264,000	1,168,000
Health Partners 1995	-	425,000
PP&E Reserve	1,150,000	1,158,000
Unrecorded GME & DSH for 7/95	-	639,000
Total SCHC	<u>7,764,000</u>	<u>10,465,000</u>

MCPHUHS

HUH

Current Year CRA	2,500,000	2,500,000
Inventory Reserve	1,495,000	1,495,000
Prior Year CRA	14,500,000	14,500,000
PP&E Reserve	1,773,000 <i>1,495,000</i>	-
Disproportionate Share	180,000	180,000
Sales Tax	500,000	500,000
DPW Coding Issue	1,000,000	1,000,000
Health Partners 1995	-	348,000
FY 96 Revenue Adjustment	-	(11,042,000)
Total HUH	<u>21,948,000</u>	<u>9,481,000</u>

Others

USHC Prudent Buyer Quality Payment	440,000	440,000
Disproportionate Share <i>MCPH</i>	100,000	100,000
MCPH General Revenue Reserve	300,000	400,000
Bucks General Revenue Reserve	250,000	250,000
Elkins General Revenue Reserve	175,000	175,000
Health Partners Unrecorded Equity	3,563,000	3,286,000
Health Partners 1995 - Bucks	-	60,000
Health Partners 1995 - MCPH	-	493,000
Health Partners 1995 - Elkins	-	(21,000)
PP&E Reserve - Bucks	1,493,000 <i>736,000</i>	1,493,000
PP&E Reserve - MCPH	3,500,000 <i>3,500,000</i>	3,500,000
PP&E Reserve - Elkins	393,000 <i>393,000</i>	393,000
PP&E Reserve - MS	1,659,000 <i>1,659,000</i>	1,650,000
FY 96 Revenue Adjustment - Bucks	-	(308,000)
FY 96 Revenue Adjustment - MCPH	-	(1,700,000)
FY 96 Revenue Adjustment - Elkins	-	(106,000)
Bottom Line Elimination <i>MS</i>	-	(1,105,000)
	<u>5,564,000</u>	<u>9,000,000</u>

Total MCPHUHS

<u>27,512,000</u>	<u>18,481,000</u>
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City of Aliso Viejo
DU *SA* *100,000* *AVOID*

(1,000,000)

(1,000,000)

AHERF
Analysis of Reserves

	<u>06/30/95</u>	<u>09/30/95</u>
MCPHU		
General Reserve from HUH	2,100,000	2,100,000
Accrued Severance	1,100,000	825,000
PP&E Reserve	7,100,000	4,100,000
\$2.5 M Budget Variance	-	(625,000)
	<u>3,200,000</u>	<u>6,400,000</u>
 GRAND TOTAL	 <u><u>\$42,976,000</u></u>	 <u><u>\$40,108,000</u></u>
31-Oct		

MCPH Self Insurance Trust	< 1,185,000 >	< 756,000 >
HUH Self Insurance Trust	< 2,161,000 >	< 4,161,000 >
HATH Self Insurance Trust	< 1,755,000 >	< 1,455,000 >
HATH FBAR Self Insurance	< 167,000 >	< 167,000 >
 Elkins Self Insurance Trust	 < 1,357,500 >	 < 1,130,833 >
Bucks Self Insurance Trust	< 762,000 >	< 762,000 >

AHERF
Analysis of Reserves as of 6/30/95

*See Discussion this
 With Mr. Cannon on
 8/8/95*

	Current Year	Prior Year	Total
AGH			
<i>ATSPIC Cap Contribution in FY 96</i>	<i>3,047,000</i>		<i>3,047,000</i>
Prior Year CRA	\$ -	\$1,000,000	\$1,000,000
ANI Disposal	1,000,000	-	1,000,000
General Reserve	2,500,000	-	2,500,000
	<u>3,500,000</u>	<u>1,000,000</u>	<u>4,500,000</u>
HUH			
Current Year CRA	2,500,000	-	2,500,000
Inventory Reserve	-	1,495,000	1,495,000
Prior Year CRA	-	14,500,000	14,500,000
PP&E Reserve	-	1,773,000	1,773,000
Disproportionate Share	180,000	-	180,000
Sales Tax	-	500,000	500,000
DPW Coding Issue	-	1,000,000	1,000,000
	<u>2,680,000</u>	<u>19,268,000</u>	<u>21,948,000</u>
SCHC			
Accrual of FY 96 Expenses	1,700,000	-	1,700,000
General Revenue Reserve	2,300,000	-	2,300,000
Prior Year CRA	-	2,500,000	2,500,000
Health Partners Unrecorded Equity	386,000	878,000	1,264,000
	<u>4,386,000</u>	<u>3,378,000</u>	<u>7,764,000</u>
MCH (Consolidated)			
<i>+ 2 million</i> <i>Bx overpayment</i>			
USHC Prudent Buyer Quality Payment	-	440,000	440,000
PP&E - Bucks	736,000	-	736,000
Disproportionate Share	100,000	-	100,000
MCPH General Revenue Reserve	300,000	-	300,000
Bucks General Revenue Reserve	250,000	-	250,000
Elkins General Revenue Reserve	175,000	-	175,000
Health Partners Unrecorded Equity	1,110,000	2,453,000	3,563,000
	<u>2,671,000</u>	<u>2,893,000</u>	<u>5,564,000</u>
MCPHU			
General Reserve from HUH	-	2,100,000	2,100,000
Accrued Severance	-	1,100,000	1,100,000
	<u>0</u>	<u>3,200,000</u>	<u>3,200,000</u>
GRAND TOTAL	<u>\$13,237,000</u>	<u>\$29,739,000</u>	<u>\$42,976,000</u>

AHERF
Analysis of Reserves as of 9/30/95

	Current Year	Prior Year	Past Years	Total
AGH <i>ANNUAL CONTRIBUTION</i>				<i>876,000</i>
Prior Year CRA	\$ -	\$ -	\$1,000,000	<i>1,000,000</i>
ANI Disposal	-	1,000,000	-	1,000,000
General Reserve	-	2,500,000 <i>2,000,000</i>	-	<i>2,000,000</i>
	<u>0</u>	<u>3,500,000</u>	<u>1,000,000</u>	<u>4,500,000</u>
HUH				
Current Year CRA	-	2,500,000	-	2,500,000
Inventory Reserve	-	-	1,495,000	1,495,000
Prior Year CRA	-	-	14,500,000	14,500,000
PP&E Reserve	-	-	1,773,000	1,773,000
Disproportionate Share	-	180,000	-	180,000
Sales Tax	-	-	500,000	500,000
DPW Coding Issue	-	-	1,000,000	1,000,000
Health Partners 1995	348,000	-	-	348,000
	<u>348,000</u>	<u>2,680,000</u>	<u>19,268,000</u>	<u>22,296,000</u>
SCHC <i>PPE Reserve</i>				<i>1,058,000</i>
Accrual of FY 96 Expenses	-	1,700,000	-	<i>1,700,000</i> <i>1,275,000</i>
General Revenue Reserve	-	2,300,000	-	2,300,000
Prior Year CRA	-	-	2,500,000	2,500,000 <i>3,500,000</i>
Health Partners Unrecorded Equity	-	386,000	878,000	1,264,000 <i>1,168,000</i>
Health Partners 1995	425,000	-	-	425,000
Pass Through Payment <i>GME</i>	639,000	-	-	639,000
<i>UNRECORDED PPE AND DSH FOR JULY 1995</i>	<u>1,064,000</u>	<u>4,386,000</u>	<u>3,378,000</u>	<u><i>8,828,000</i></u>
MCH (Consolidated) <i>PPE Reserve - MCH</i>				<i>3,500,000</i>
USHC Prudent Buyer Quality Payment	-	-	440,000	<i>440,000</i>
PP&E - Bucks <i>REVENUE - Bucks</i>	-	736,000	-	736,000 <i>1,495,000</i>
Disproportionate Share	-	100,000	-	100,000
MCPH General Revenue Reserve	100,000	300,000	-	400,000
Bucks General Revenue Reserve	-	250,000	-	250,000
Elkins General Revenue Reserve	-	175,000	-	175,000
Health Partners Unrecorded Equity	-	1,110,000	2,453,000	2,563,000 <i>3,286,000</i>
Health Partners 1995 - <i>MCC - MCPH</i>	493,000	-	-	493,000
Health Partners 1995 - Elkins	(21,000)	-	-	(21,000)
Health Partners 1995 - Bucks	60,000	-	-	60,000
<i>PPE Reserve - ELKINS</i>	<u>632,000</u>	<u>2,671,000</u>	<u>2,893,000</u>	<u><i>6,196,000</i></u> <i>393,000</i>
MCPHU <i>PPE Reserve</i>				<i>4,100,000</i>
General Reserve from HUH	-	-	2,100,000	2,100,000
Accrued Severance	-	-	1,100,000	<i>1,100,000</i> <i>825,000</i>
	<u>0</u>	<u>0</u>	<u>3,200,000</u>	<u>3,200,000</u>
GRAND TOTAL	<u>\$2,044,000</u>	<u>\$13,237,000</u>	<u>\$29,739,000</u>	<u>\$45,020,000</u>

HVH

FY 96 REVENUE ADJUSTMENT

~~11,042,000~~ <11,042,000>MCPIH

FY 96 REVENUE ADJUSTMENT

<1,200,000>

EPH

FY 96 REVENUE ADJUSTMENT

<106,000>
~~1,000,000~~BCH

FY 96 REVENUE ADJUSTMENT

<308,000>

MS

Bottom line Elimination

<1,105,000>

MCPIH~~12.5m~~ 12.5m Budget discrepancy

<625,000>

AHERF
Analysis of Reserves as of 6/30/95
(Before Additional AIHG Support and MCPHU Adjustments)

		<u>Current Year</u>	<u>Prior Year</u>	<u>Total</u>
AGH	General Reserve	<u>\$2,500,000</u>	<u>\$ -</u>	<u>\$2,500,000</u>
HUH				
	Current Year CRA	2,000,000	-	2,000,000
	Inventory Reserve	-	1,495,000	1,495,000
	Prior Year CRA	-	13,000,000	13,000,000
	PP&E Reserve	-	1,773,000	1,773,000
	Disproportionate Share	180,000	-	180,000
	DPW - Coding Issue	-	1,000,000	1,000,000
	Sales Tax	-	500,000	500,000
		<u>2,180,000</u>	<u>17,768,000</u>	<u>19,948,000</u>
SCHC				
	General Revenue Reserve	2,800,000	-	2,800,000
	Prior Year CRA	-	2,000,000	2,000,000
	Health Partners Unrecorded Equity	<u>386,000</u>	<u>878,000</u>	<u>1,264,000</u>
		<u>3,186,000</u>	<u>2,878,000</u>	<u>6,064,000</u>
MCH (Consolidated)				
	Prior Year CRA - MCPH	-	800,000	800,000
	USHC Prudent Buyer Quality Payment	-	440,000	440,000
	PP&E - Bucks	736,000	-	736,000
	Disproportionate Share	100,000	-	100,000
	MCPH General Revenue Reserve	300,000	-	300,000
	Bucks General Revenue Reserve	250,000	-	250,000
	Elkins General Revenue Reserve	175,000	-	175,000
	Health Partners Unrecorded Equity	<u>1,110,000</u>	<u>2,453,000</u>	<u>3,563,000</u>
		<u>2,671,000</u>	<u>3,693,000</u>	<u>6,364,000</u>
MCPHU				
	Medical Malpractice Accrual	1,050,000	-	1,050,000
	General Reserve from HUH	-	2,700,000	2,700,000
	Accrued Severance	-	1,100,000	1,100,000
		<u>1,050,000</u>	<u>3,800,000</u>	<u>4,850,000</u>
GRAND TOTAL		<u><u>\$11,587,000</u></u>	<u><u>\$28,139,000</u></u>	<u><u>\$39,726,000</u></u>

AHERF

Analysis of Reserves as of 6/30/95

(After Additional AHG Support and MCPHU Adjustments)

	Current Year	Prior Year	Total
AGH			
<i>CR Prior from CRA</i>		<i>1,000,000</i>	<i>1,000,000</i>
General Reserve	\$2,500,000	\$ -	\$2,500,000
<i>ANS Disposit</i>	<i>1,000,000</i>	<i>2,000,000</i>	<i>1,000,000</i>
HUH			
Current Year CRA	<i>(5)</i> 2,000,000	-	2,000,000
Inventory Reserve	-	1,495,000	1,495,000
Prior Year CRA	-	13,000,000	13,000,000
PP&E Reserve	-	1,173,000	1,173,000
Disproportionate Share	180,000	-	180,000
Sales Tax	-	500,000	500,000
<i>DPW Balance Reserve</i>	<i>1,000,000</i>	<i>1,000,000</i>	<i>1,000,000</i>
	2,180,000	16,168,000	18,348,000
SCHC			
<i>Balance of FY 96 Unrec'd</i>	<i>1,700,000</i>	-	<i>1,700,000</i>
General Revenue Reserve	2,300,000	-	2,300,000
Prior Year CRA	-	2,000,000	2,000,000
Health Partners Unrecorded Equity	386,000	878,000	1,264,000
	2,686,000	2,878,000	5,564,000
MCH (Consolidated)			
USHC Prudent Buyer Quality Payment	-	440,000	440,000
PP&E - Bucks	736,000	-	736,000
Disproportionate Share	100,000	-	100,000
MCPH General Revenue Reserve	300,000	-	300,000
Bucks General Revenue Reserve	250,000	-	250,000
Elkins General Revenue Reserve	175,000	-	175,000
Health Partners Unrecorded Equity	1,110,000	2,453,000	3,563,000
	2,671,000	2,893,000	5,564,000
MCPHU			
General Reserve from HUH	-	2,700,000	2,700,000
Accrued Severance	-	1,100,000	1,100,000
	0	3,800,000	3,800,000
GRAND TOTAL	\$10,037,000	\$25,739,000	\$35,776,000

1,200,000
\$42,876,000

MAIN CUNICAL CAMPUS**Credit Balance Accounts over \$25,000.**

	PAYOR	BALANCE
OUTPATIENT -	Blue Cross	28,580
	Commercial	78,484
	Commercial	60,746
	Commercial	93,812
	Self Pay	48,397
	Self Pay	50,126
	Work Comp	36,228
	Health Partners	34,232
	TOTAL	\$430,605

INPATIENT -	Blue Cross	102,672
	Blue Cross	59,873
	Blue Cross	108,779
	Commercial	42,425
	Commercial	31,757
	Commercial	144,568
	Medicare	83,495
	Self Pay	59,128
	Self Pay	29,937
	Work Comp	41,200
	Health Partners	304,168
	Health Partners	48,840
	TOTAL	\$1,056,842

EXPLANATION

Unapplied Cash (#93000032)
 Unapplied Cash (#91000026)
 Unapplied Cash
 Unapplied Cash (#93000040)
 Unapplied Cash
 Unapplied Cash (#93000073)
 Unapplied Cash
 Health Partners Advance not yet applied

△ Cash applied for accounts off system
 △ Cash applied for accounts off system
 △ Cash applied for accounts off system (#99330003)
 △ Cash applied for accounts off system
 △ Cash applied for accounts off system (#99350001)
 △ Cash applied for accounts off system
 △ Cash applied for accounts off system (#99570004)
 △ Cash applied for accounts off system (#99580003)
 Acct #84119924 Malcher, Michael (Duplicate allow. reversed, current balance \$675.)
 Acct #85007151 Ford, Gary (Duplicate allowance posted. Account now 0 balance).
 * Health Partners Advance not yet applied (#99522005)
 Acct #85004752 Hudgins, Carlton (Overpayment by Health Partners)

9-12-95
 DAN RE MCC 6-30-95
 The MCC credit balances
 marked w/ a "Δ" below
 are most likely have a
 high likelihood of being
 unrecognized income for
 A/C's previously written-off
 to BD per discussion w/
 Evan Fox.
 Robin will call Anne
 Wilcox to determine what
 the HP Advance
 represents.
 Thanks,
 JWL

AHERF - Delaware Valley
Analysis of Reserves as of 4/30/95

	<u>Current Year</u>	<u>Prior Year</u>	<u>Total</u>
HUH	2,000,000		
Current Year CRA's	1,850,000	-	1,850,000 2,000,000
Workers' Compensation	1,900,000	-	1,900,000 e to AMRF
Inventory Reserve	500,000	1,495,000	1,995,000
Prior Year CRA's	-	13,000,000	13,000,000
General Reserve	-	4,700,000	4,700,000 2,700,000 (CPM) (J. McAnu)
Bad Debt Reserve	-	4,000,000	4,000,000 e (CPM)
PP&E Reserve	-	1,773,000	1,773,000
Old A/P Balance	-	3,500,000	3,500,000 e (CPM) to AMRF
Disproportionate Share	180,000	-	180,000
Standing A/P Accrual	100,000 100,000 600,000	-	100,000 100,000 (CPM)
Accrued Incentive	-	736,000	736,000 to AMRF e (CPM)
Corporate Reserve	-	1,500,000	1,500,000
Legal Fees	-	500,000	500,000 to AMRF e (CPM)
DPW	-	1,000,000	1,000,000
Sales Tax	-	750,000	750,000
	<u>4,530,000</u>	<u>32,954,000</u>	<u>37,484,000</u>

SCHC			
General Reserve	3,188,000	-	3,188,000 2,300,000
Workers' Compensation	200,000	-	200,000 e (CPM) to AMRF
Prior Year CRA's	-	1,800,000	1,800,000 2,300,000
Standing A/P Accrual	716,000 316,000	-	716,000 316,000
Disproportionate Share	377,000	-	377,000
USHC Prudent Buyer Miscellaneous	-	1,350,000	1,350,000 e (CPM)
Accrued Health Insurance	66,000	-	66,000 e (CPM) 46,000 to AMRF
Accrued Health Partners	279,000	-	279,000
	<u>4,826,000</u>	<u>3,150,000</u>	<u>7,976,000</u>

MCH (Consolidated)			
Workers' Compensation	1,200,000	-	1,200,000 e (CPM) to AMRF
Bonus Accrual - FY95	1,100,000	-	1,100,000 e to AMRF
Prior Year CRA's - MCPH	-	1,500,000 2,000,000	1,500,000 2,000,000
USHC Prudent Buyer Miscellaneous	440,000	-	440,000
PP&E - Bucks	736,000	-	736,000
PP&E - Elkins	533,000	-	533,000
Disproportionate Share	100,000	-	100,000
Standing A/P Accrual - Elkins	151,000	-	151,000
Standing A/P Accrual - Bucks	98,000	-	98,000
Standing A/P Accrual - MCPH	827,000 427,000	-	827,000 (427,000) CPM
Elkins Revenue Cushion	48,000	-	48,000
Insurance Reserve - PHICO	931,000	-	931,000
	<u>6,164,000</u>	<u>1,500,000</u>	<u>7,664,000</u>

MCPHU			
Workers' Compensation	1,245,000	-	1,245,000
Medical Malpractice Accrual	1,000,000 1,050,000	1,100,000	1,000,000 1,050,000
Accrued Severance	-	1,000,000	1,000,000 1,100,000
General Reserve - Elkins	-	2,700,000	2,700,000
	<u>2,245,000</u>	<u>1,000,000</u>	<u>3,245,000</u>

GRAND TOTAL	<u>17,765,000</u>	<u>38,604,000</u>	<u>56,369,000</u>
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Accrued severance in 15 subject to AMRF (80%)
" Res. " " " "

Potential Year-End Issues

SCHC

Note Receivable	262,302
IP A/R - Legal	60,000
	<u>322,302</u>

HUH

Medical Malpractice	??
General Revenue Adjustment (Emp. Dental w/o offset)	628,000
Prudent Buyer Receivable (66M vs. 63.5M)	<u>2,500,000</u>
	<u>3,128,000</u>

MCPH

PP&E Adjustment	??
Health Partners	??
District Council 33	??
General Revenue Adjustment	800,000
Self Insurance Trust	??
Obsolete Inventory	60,000
	<u>860,000</u>

BCC

General Revenue Adjustment	400,000
Miscellaneous Patient A/R	205,000
SMI Goodwill	498,000
DHG Goodwill (Residue transfer to AHG)	697,000
	<u>1,800,000</u>

Horizon

Investment in Tri-County Cancer Center	<u>209,000</u>
--	----------------

Book on the 6/1/05

(POSSIBLE WRITEOFF)

8/5/95

ALLEGHENY HEALTH, EDUCATION AND RESEARCH FOUNDATION
MEMORANDUM

DATE: July 25, 1995

TO: Evan Fox
Director, Patient Accounting

Kim Wilkinson
Supervisor, Cashiers / Financial Control

FROM: Joseph M. Scharf *JMS*
Senior Director, Reimbursement

SUBJECT: Medical Assistance Inpatient Disproportionate Share Payments - FY 1995

We are to receive additional Inpatient Medical Assistance (MA) Disproportionate Share payments for Fiscal Year 1995 based upon a recent settlement with the Commonwealth Of Pennsylvania. Payment should be included with our Medical Assistance Remittance Advices on or about August 28, 1995. Would you please record the payments to the following Hospitals and General Ledger accounts:

MCPH - Acute	Corp 210	Account # 1240295	\$179,542.39 <i>✓</i>
MCPH - Psych	Corp 210	Account # 1240295	\$119,477.52 <i>✓</i>
Hahnemann - Acute	Corp 230	Account # 1240295	\$135,192.60 <i>✓</i>
Hahnemann - Psych	Corp 230	Account # 1240295	\$ 44,792.76 <i>✓</i>
St. Christopher's	Corp 220	Account # 1240295	\$376,664.47 <i>✓</i>

A copy of the appropriate Remittance Advice would be appreciated once payment has been made to the entities.

If you should have any questions, please contact me.

JMS/laa
scharf/0725951.MEM

cc: Daniel Cancelmi
Christine D. Lewandowski
Frederick J. Oehling

** - this has been recognized to / account for June 1995*
Q - \$200,000 of the \$299,000 DSH payments have been recognized through June 30
✓ - these amounts have not been recognized as of June 30, 1995

cc: Dave
 Jack & 3/14/95

Joe S
 cc: Dave

The "involuntary" from
 this is estimated as
 follows:

HUH - \$180 K
 SCHC - \$377 K
 MCPH - \$299 K

We should feel free to record
 these conditional payments to
 the new series!

THE URBAN HEALTH CARE COALITION OF PENNSYLVANIA

MEMORANDUM

TO: All Members of The Urban Health Care Coalition of Pennsylvania

FROM: David D. Ulsh

DATE: February 28, 1995

SUBJECT: Supplemental Disproportionate Share Payments for FY 1994-95

Ex: 4 H. B. "CASHIOWA FILE" Three

As we discussed at the last coalition meeting, an inpatient disproportionate share calculation for FY 1994-95 was spelled out in the hospital settlement agreement for FY 1993-94 and FY 1994-95. Essentially, the settlement agreement calls for the Department to use the same formula in calculating inpatient disproportionate share for both fiscal years; except that for FY 1994-95, cost report data from FY 1992 would be used and for FY 1995 cost report data for FY 1993 would be used. When the Department recalculated disproportionate share for FY 1994-95 using the prescribed formula and data, the result was that the aggregate amount to be paid out as disproportionate share was approximately \$3 million less than anticipated. This significant decrease in aggregate disproportionate share payments was traced to idiosyncracies in the agreed upon formula.

We brought this matter to the attention of the Office of Medical Assistance Programs which agreed to review this issue. After a thorough review and after on-going discussions with departmental staff, the Department agreed to increase the aggregate disproportionate share payment to all parties so that the aggregate amount would be set at the level all had anticipated it would be for FY 1994-95.

To receive this additional amount, the hospitals that appealed their disproportionate share payments for FY 1994-95 will be asked to sign a settlement agreement withdrawing the appeal. Hospitals that did not appeal will fall under an agreement drawn up between the Hospital Association and the Department which obligates the Department to pay the additional amount to qualified disproportionate share hospitals.

The amount that you will receive in additional disproportionate share can be calculated by taking your current annual disproportionate share amount and increasing it by 10%. (The exact increase factor is 1.1007984.) If you would like the specific number that was calculated by the Department as the additional amount, please contact me directly.

While the Department agreed to pay this additional amount, it was uncertain as to when the actual payment could be processed. They agreed, however, to pay the additional amount before the end of this fiscal year. The process they have agreed to is to pay a lump sum for all the months up to the first month in which they can actually increase the disproportionate share payment. Therefore, if they cannot increase the monthly payments until May, for example, you would receive a lump sum payment for the period July 1994 through April 1995 and then receive increased payments for May and June of FY 1994-95.

If you have any questions regarding this, please contact me.

DDU/dls

AHERF ~~Analysis of Reserves~~
 Analysis of Reserves as of 6/30/95
~~07/01/95~~

Center

(After AING Support and MCHV
 Adjustments)

		Current Year	Prior Year	Total
AGH	General Reserve	2,500,000	-	2,500,000
HUH	Current Year CRA's	2,000,000	-	2,000,000
	Inventory Reserve	-	1,495,000	1,495,000
	Prior Year CRA's	-	13,000,000	13,000,000
	PP&E Reserve	-	1,773,000	1,773,000
	Disproportionate Share	180,000	-	180,000
	DPW - Codebook	-	1,000,000	1,000,000
	Sales Tax	-	500,000	500,000
		<u>2,180,000</u>	<u>18,018,000</u>	<u>20,198,000</u>
SCHC	General Reserve	2,300,000 ^{2,300,000}	2,000,000 ^{2,000,000}	2,300,000 ^{2,300,000}
	Prior Year CRA's	-	2,300,000	2,300,000
	Health Partners Unrecorded Equity	386,000	878,000	1,264,000
		<u>3,186,000</u>	<u>3,178,000</u>	<u>6,364,000</u>
MCH (Consolidated)	Prior Year CRA's - MCPH	-	2,000,000 ^{800,000}	2,000,000 ^{800,000}
	USHC Prudent Buyer Quality Payment	-	440,000	440,000
	PP&E - Bucks	736,000	-	736,000
	Disproportionate Share	100,000	-	100,000
	MCPH General Revenue Reserve	300,000	-	300,000
	Bucks General Revenue Reserve	250,000	-	250,000
	Elkins General Revenue Reserve	178,000 ^{178,000}	-	178,000
	Health Partners Unrecorded Equity	1,110,000	2,453,000	3,563,000
		<u>2,674,000</u>	<u>4,893,000</u>	<u>7,567,000</u>
MCPHU	Medical Malpractice Accrual	1,050,000	-	1,050,000
	General Reserve from HUH	-	2,700,000	2,700,000
	Accrued Severance	-	1,100,000	1,100,000
		<u>1,050,000</u>	<u>3,800,000</u>	<u>4,850,000</u>
GRAND TOTAL		<u>11,590,000</u>	<u>29,889,000</u>	<u>41,479,000</u>

AHERF - Delaware Valley
Analysis of Reserves as of 4/30/95

from (B)

	<u>Current Year</u>	<u>Prior Year</u>	<u>Total</u>
HUH			
Current Year CRA's	2,000,000	-	2,000,000
Inventory Reserve	2,500,000 500,000	1,495,000	1,005,000 1,495,000
Prior Year CRA's	-	13,000,000	13,000,000
General Reserve (\$2.7M to MCPHU)	-	-	0
PP&E Reserve	-	1,773,000	1,773,000
Disproportionate Share	180,000	-	180,000
Standing A/P Accrual	600,000	-	600,000
Corporate Reserve	-	1,500,000	1,500,000
DPW	-	1,000,000	1,000,000
Sales Tax	-	750,000	750,000
	<u>2,180,000</u>	<u>18,018,000</u>	<u>22,798,000</u>
	3,280,000	19,518,000	22,798,000 20,198,000

SCHC	<u>2,804,000</u>		<u>2,804,000</u>
General Reserve	3,188,000	-	3,188,000
Prior Year CRA's	-	2,300,000	2,300,000
Standing A/P Accrual	316,000	-	316,000
Disproportionate Share	377,000	-	377,000
Accrued Health Partners	279,000	-	279,000
Health Partners Unrecorded Equity	386,000	818,000	1,204,000
	<u>3,186,000</u>	<u>2,300,000</u>	<u>5,486,000</u>
	4,160,000	3,178,000	6,364,000

MCH (Consolidated)			
Prior Year CRA's - MCPH	-	2,000,000	2,000,000
USHC Prudent Buyer Quality Payment	-	440,000	440,000
PP&E - Bucks	736,000	-	736,000
PP&E - Elkins	598,000	-	598,000
Disproportionate Share	100,000	-	100,000
Standing A/P Accrual - Elkins	151,000	-	151,000
Standing A/P Accrual - Bucks	98,000	-	98,000
Standing A/P Accrual - MCPH	427,000	-	427,000
Elkins Revenue Cushion	48,000	-	48,000
Insurance Reserve - PHICO	931,000	-	931,000
Health Partners Unrecorded Equity	1,110,000	2,453,000	3,563,000
	<u>3,024,000</u>	<u>2,440,000</u>	<u>5,464,000</u>
	2,596,000	4,893,000	7,489,000

MCPHU			
Workers' Compensation	1,245,000	-	1,245,000
Medical Malpractice Accrual	1,050,000	-	1,050,000
General Reserve from HUH	-	2,700,000	2,700,000
Accrued Severance	-	1,100,000	1,100,000
	<u>1,050,000</u>	<u>3,800,000</u>	<u>4,850,000</u>
	2,295,000	-	-

GRAND TOTAL	<u>12,240,000</u>	<u>28,058,000</u>	<u>40,298,000</u>
	12,240,000	28,058,000	40,298,000
	<u>12,240,000</u>	<u>28,058,000</u>	<u>40,298,000</u>

Potential Year-End Issues

SCHC

Note Receivable 262,302
~~IP A/R - Legal~~ 60,000

322,302

HUH

Medical Malpractice 77
 General Revenue Adjustment (Emp. Dental w/o offset) 628,000

628,000

MCPH

Academic Imaging Stockwell \$499,000
 PP&E Adjustment 77
 Health Partners 77
 District Council 33 77
 Self Insurance Trust 77
 Obsolete Inventory 60,000

60,000

BCC

~~A/R Allowance Adjustment~~ 400,000
~~Miscellaneous Patient A/R~~ 205,000
 SMI Goodwill 498,000 458,000
 DHG Goodwill (Possible transfer to AIHG) 697,000 612,000

1,800,000

Horizon

Investment in Tri-County Cancer Center (Possible write-off) 209,000

General Reserve	2,500,000	-	\$ 2,500,000
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MCPH

CRA Reserve Analysis

FY ENDING JUNE 30, 1995

<u>MEDICARE</u>		<u>RESERVE</u>	<u>CUSTODIAN</u>	<u>TOTAL</u>
#1240190	FY 90 AND PRIOR		< \$34,109	< \$34,109
1240191	91		< 150,790	< 150,790
-	EPP1 TEPCA EXCEPTION		< 660,000	< 660,000
1240192	FY 92	< 308,167		< 308,167
1240193	93	< 2,000,000	< 228,292	< 2,228,292
1240194	94	< 584,678	< 200,000	< 784,678
1240195	95	< 793,160	< 200,000	< 993,160
TOTAL		< \$3,686,005	< \$1,473,191	< \$5,159,196

<u>MEDICAL ASSISTANCE</u>				
#1240291	MA CODING ANALYSIS		400,000	\$ 400,000
	FY 91	< \$57,671		< 57,671
	FINAL SETTLEMENT		264,205	264,205
1240292	FY 92	8,102		8,102
	SETTLEMENT		100,000	100,000
1240293	FY 93	< 90,355		< 90,355
1240295	FY 95	300,000		300,000
TOTAL		\$ 160,076	\$ 764,205	\$ 924,281

BLUE CROSS

#1240390	FY 90 AND PRIOR	< \$2,049,712	< \$36,434	< \$2,086,146
1240391	91		< 65,221	< 65,221
1240392	92		< 2,744	< 2,744
1240393	93	< 180,094		< 180,094
TOTAL		< \$2,229,806	< \$104,399	< \$2,334,205

GRAND TOTAL < \$5,755,735 > < \$813,385 > < \$6,569,120

ELKINS PARK HOSPITALCRA RESERVE ANALYSISFY ENDING JUNE 30, 1995

<u>MEDICARE</u>		<u>RESERVE</u>	<u>CUSITION</u>	<u>TOTAL</u>
#1240190	FY 90 AND PRIOR	< \$195,645 >		< \$195,645 >
1240193	{ 93	< 374,046 >		< 374,046 >
1240194	{ 94	< 561,497 >		< 561,497 >
1240195	{ 95	53,064		53,064
TOTAL		< \$1,078,124 >		< \$1,078,124 >

MEDICAL ASSISTANCE

#1240292	FY 92	< \$4,632 >		< \$4,632 >
1240293	{ 93	6,862		6,862
1240294	{ 94	1,018		1,018
TOTAL		\$ 3,248		\$ 3,248

GRAND TOTAL		< \$1,074,876 >		< \$1,074,876 >
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Bucks County HospitalCRA Reserve AnalysisFY ENDING JUNE 30, 1995

<u>MEDICARE</u>		<u>RESERVE</u>	<u>CONTRIBUTION</u>	<u>TOTAL</u>
#1240190	FY 90 AND Prior	\$ 315,308		\$ 315,308
1240193	(92	< 316,787 >		< 316,787 >
1240194	94	< 153,798 >		< 153,798 >
TOTAL		< \$155,277 >		< \$155,277 >

Medical Assistants

#1240292	FY 92	< \$ 937 >		< \$ 937 >
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GRAND TOTAL		< \$156,214 >		< \$156,214 >
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SCHC

8/4/95

CRA RESERVE ANALYSIS

FY ENDING JUNE 30, 1995

Medical		Reserve	Cushion	TOTAL
#1240190	FY 90 and Prior	< \$12,458 >		< \$12,458 >
1240191	91	151,145		151,145
1240193	93	< 90,283 >		< 90,283 >
1240194	94	< 270,653 >		< 270,653 >
TOTAL		< \$222,249 >		< \$222,249 >

Medical Reserves

	TITLE V		309,464	309,464
1240292	FY 92	< 1213,404 >	< 676,232 >	< 1889,636 >
1240293	93	< 1146,207 >	< 1568,962 >	< 2715,169 >
1240294	94	< 53,604 >		< 53,604 >
1240295	95	376,664		376,664
TOTAL		< \$2,034,551 >	< \$1,935,730 >	< \$3,972,281 >

Post 3095

1210293	1193	< \$94,323 >	< \$94,323 >
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GRAND TOTAL	< \$2,353,123 >	< \$1,935,730 >	< \$4,288,853 >
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Patient Revenue General Adjustment

21-Jun-95

11:48 AM

	X MCPH	EPC	BCC	X HUH	SCHC	Total
YTD General Inc. (Exp.) @ 04/30/95	800,000	.	400,000	475,000	(3,188,000)	(1,513,000)
5/95 Adjustments Inc. (Exp.):						
D.C. Entry	500,000	(200,000)	(250,000)	1,000,000	500,000	(1,450,000)
USHC Entry	(58,000)		(98,000)	(297,000)	(238,000)	(694,000)
YTD General Inc. (Exp.) @ 05/31/95	58,000 242,000	(200,000)	52,000	(822,000)	(2,928,000)	(3,854,000)

Advocate Hospital

<57,866>

358,000

852,061

48,000

750,000 RATE

50,000 SUR PAY BAD
DUST

75,000 ESTIMATE

163,460 ACTUAL

88,460 DIFF.

THRU 1/95 - 3/95

100,000

12/94

<52,000>

1/95

48,000

**AHERF - Delaware Valley
Analysis of Reserves as of 4/30/95**

	<u>Current Year</u>	<u>Prior Year</u>	<u>Total</u>
HUH			
Current Year CRA's	1,850,000	-	1,850,000
Workers' Compensation	1,900,000	-	1,900,000
Inventory Reserve	500,000	1,495,000	1,995,000
Prior Year CRA's	-	13,000,000	13,000,000
General Reserve	-	4,700,000	4,700,000
Bad Debt Reserve	-	4,000,000	4,000,000
PP&E Reserve	-	1,773,000	1,773,000
Old A/P Balance	-	3,500,000	3,500,000
Disproportionate Share	180,000	-	180,000
Standing A/P Accrual	100,000	-	100,000
Accrued Incentive	-	736,000	736,000
Corporate Reserve	-	1,500,000	1,500,000
Legal Fees	-	500,000	500,000
DPW	-	1,000,000	1,000,000
Sales Tax	-	750,000	750,000
	<u>4,530,000</u>	<u>32,954,000</u>	<u>37,484,000</u>
SCHC			
General Reserve	3,188,000	-	3,188,000
Workers' Compensation	200,000	-	200,000
Prior Year CRA's	-	1,800,000	1,800,000
Standing A/P Accrual	716,000	-	716,000
Disproportionate Share	377,000	-	377,000
USHC Prudent Buyer Misclass	-	1,350,000	1,350,000
Accrued Health Insurance	66,000	-	66,000
Accrued Health Partners	279,000	-	279,000
	<u>4,826,000</u>	<u>3,150,000</u>	<u>7,976,000</u>
MCH (Consolidated)			
Workers' Compensation	1,200,000	-	1,200,000
Bonus Accrual - FY95	1,100,000	-	1,100,000
Prior Year CRA's - MCPH	-	1,500,000	1,500,000
USHC Prudent Buyer Misclass	440,000	-	440,000
PP&E - Bucks	736,000	-	736,000
PP&E - Elkins	533,000	-	533,000
Disproportionate Share	100,000	-	100,000
Standing A/P Accrual - Elkins	151,000	-	151,000
Standing A/P Accrual - Bucks	98,000	-	98,000
Standing A/P Accrual - MCPH	827,000	-	827,000
Elkins Revenue Cushion	48,000	-	48,000
Insurance Reserve - PHICO	931,000	-	931,000
	<u>6,164,000</u>	<u>1,500,000</u>	<u>7,664,000</u>
MCPHU			
Workers' Compensation	1,245,000	-	1,245,000
Medical Malpractice Accrual	1,000,000	-	1,000,000
Accrued Severance	-	1,000,000	1,000,000
	<u>2,245,000</u>	<u>1,000,000</u>	<u>3,245,000</u>
GRAND TOTAL	<u>17,765,000</u>	<u>38,604,000</u>	<u>56,369,000</u>

*Discussed With
Aver Morrison*

**AHERF - Delaware Valley
Analysis of Reserves as of 4/30/95**

HUH

	<u>Current Year</u>	<u>Prior Year</u>	<u>Total</u>
Current Year CRA's	2,000,000	-	2,000,000
Inventory Reserve	500,000	1,495,000	1,995,000
Prior Year CRA's	-	13,000,000	13,000,000
General Reserve (\$2.7M to MCPHU)	-	-	0
PP&E Reserve	-	1,773,000	1,773,000
Disproportionate Share	180,000	-	180,000
Standing A/P Accrual	600,000	-	600,000
Corporate Reserve	-	1,500,000	1,500,000
DPW	-	1,000,000	1,000,000
Sales Tax	-	750,000	750,000
	<u>3,280,000</u>	<u>19,518,000</u>	<u>22,798,000</u>

SCHC

General Reserve	3,188,000	-	3,188,000
Prior Year CRA's	-	2,300,000	2,300,000
Standing A/P Accrual	316,000	-	316,000
Disproportionate Share	377,000	-	377,000
Accrued Health Partners	279,000	-	279,000
	<u>4,160,000</u>	<u>2,300,000</u>	<u>6,460,000</u>

MCH (Consolidated)

Prior Year CRA's - MCPH	-	2,000,000	2,000,000
USHC Prudent Buyer Quality Payment	-	440,000	440,000
PP&E - Bucks	736,000	-	736,000
PP&E - Elkins	533,000	-	533,000
Disproportionate Share	100,000	-	100,000
Standing A/P Accrual - Elkins	151,000	-	151,000
Standing A/P Accrual - Bucks	98,000	-	98,000
Standing A/P Accrual - MCPH	427,000	-	427,000
Elkins Revenue Cushion	48,000	-	48,000
Insurance Reserve - PHICO	931,000	-	931,000
	<u>3,024,000</u>	<u>2,440,000</u>	<u>5,464,000</u>

MCPHU

Workers' Compensation	1,245,000	-	1,245,000
Medical Malpractice Accrual	1,050,000	-	1,050,000
General Reserve from HUH	-	2,700,000	2,700,000
Accrued Severance	-	1,100,000	1,100,000
	<u>2,295,000</u>	<u>3,800,000</u>	<u>6,095,000</u>

GRAND TOTAL

<u>12,759,000</u>	<u>28,058,000</u>	<u>40,817,000</u>
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Potential Year-End Issues

SCHC

Note Receivable	262,302
IP A/R - Legal	<u>60,000</u>
	<u>322,302</u>

HUH

Medical Malpractice	??
General Revenue Adjustment (Emp. Dental w/o offset)	<u>628,000</u>
	<u>628,000</u>

MCPH

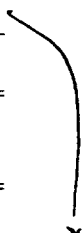
PP&E Adjustment	??
Health Partners	??
District Council 33	??
Self Insurance Trust	??
Obsolete Inventory	<u>60,000</u>
	<u>60,000</u>

BCC

A/R Allowance Adjustment	400,000
Miscellaneous Patient A/R	205,000
SMI Goodwill	498,000
DHG Goodwill (Possible transfer to AIHG)	<u>697,000</u>
	<u>1,800,000</u>

Horizon

Investment in Tri-County Cancer Center (Possible write-off)	<u>209,000</u>
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 Please Return to

 Achievement Center

MCP Hospitals
CUSHION ANALYSIS
FY 6/30/95

<u>MCPH</u>		<u>RESERVE</u>	<u>CUSHION</u>	<u>TOTAL</u>
<u>MEDICARE</u>				
# 1240190	RESERVE FOR ALLOWANCES FY 90 AND PRIOR		\$ < 1,340,000 > < 34,109 >	\$ < 1,340,000 > < 34,109 >
1240191	FY 91		< 150,790 >	< 150,790 >
—	EMPH EXCEPTION RESERVE		< 66,500 >	< 66,500 >
1240192	FY 92	< 308,167 >		< 308,167 >
1240193	FY 93 <u>11/0-11/2 50</u>	< 2,228,292 >		< 2,228,292 >
1240194	FY 94	< 584,678 >	< 200,000 >	< 784,678 >
1240195	FY 95			- 0 -
		< 3,121,137 >	< 2,384,819 >	< 5,506,036 >

<u>MEDICAID</u>				
# 1240292	FY 92		264,205	264,205
1240293	93 <u>EST - MACGON AGENT</u>		400,000	400,000
1240294	94 <u>EST</u>		200,000	200,000
1240295	95 <u>MA 511 / EST</u>	< 99,000 > < 99,000 >	199,000 106,205	100,000 964,205

<u>BLUE CROSS</u>				
# 1240390	FY 90 AND PRIOR	< 2047712 >	< 36,434 >	< 2086,146 >
1240391	FY 91		< 65,221 >	< 65,221 >
1240393	FY 93 <u>(12)</u>	< 180,034 > < 2229,806 >	 < 101,655 >	< 180,034 > < 2331,461 >

TOTAL

	\$ 5,447,943 >	\$ 1423,319 >	\$ 6873,292 >
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SECHMEDICARE

		RESERVE	CUSHION	TOTAL
* 1240190	FY 90 AND Prior (Psych Etc)	\$ 315,308		\$ 315,308
1240193	} 93	< 315,787 >		< 315,787 >
1240194	94	< 153,798 >		< 153,798 >
TOTAL		\$ < 155,277 >		\$ < 155,277 >

EPHMEDICARE

* 1240190	FY 90 AND Prior (GMI)	\$ < 195,645 >	\$ < 117,142 >	\$ < 312,787 >
1240193	} 93	< 374,046 >		< 374,046 >
1240194	94	< 761,497 >		< 761,497 >
TOTAL		\$ < 1331,188 >	\$ < 117,142 >	\$ < 1,448,330 >

SEHCMEDICARE

* 1240190	FY 90 AND Prior (GMI)	\$ < 12,458 >		\$ < 12,458 >
1240191	FY 91 (TRFL)	151,143		151,143
1240193	FY 93	< 90,283 >		< 90,283 >
1240194	FY 94	< 270,653 >		< 270,653 >
		< 222,251 >		< 222,251 >

MEDICARE

* 1240292	FY 90 AND Prior (GMI)	< 1213,404 >	301,646	301,646
1240293	FY 92 (GMI)	< 1146,207 >	< 676,232 >	< 1822,636 >
1240294	} 93 (GMI)	< 53,604 >	< 1568,962 >	< 2715,149 >
1240295	94			< 53,604 >
1240296	95	< 2413,215 >	< 377,000 >	< 377,000 >
TOTAL		< 74,323 >	< 2312,540 >	< 11725,763 >

\$ < 2729,781 >

\$ < 2312,540 >

\$ < 5042,327 >

**AHERF - Delaware Valley
Analysis of Reserves as of 4/30/95**

*two into
CRA schedule?*

	<u>Current Year</u>	<u>Prior Year</u>	<u>Total</u>
HUH	2,400,000		
✓Current Year CRA's	1,850,000	-	1,850,000
- Workers' Compensation	1,900,000	-	1,900,000
Inventory Reserve	500,000	1,495,000	1,995,000
✓Prior Year CRA's	-	13,000,000	13,000,000
- General Reserve	-	4,700,000	4,700,000
Bad Debt Reserve - ?	-	4,000,000	4,000,000
PP&E Reserve	-	1,773,000	1,773,000
- Old A/P Balance 3.4 ?	-	3,500,000	3,500,000
✓Disproportionate Share	180,000	-	180,000
Standing A/P Accrual 60K ?	100,000	-	100,000
- Accrued Incentive	-	736,000	736,000
Corporate Reserve	-	1,500,000	1,500,000
Legal Fees <i>see schedule</i>	-	500,000	500,000
✓DPW	-	1,000,000	1,000,000
Sales Tax <i>was this reduced?</i>	-	750,000	750,000
	<u>4,530,000</u>	<u>32,954,000</u>	<u>37,484,000</u>

2,700,000

AHERF

*any accrued
income?*

SCHC

General Reserve	3,188,000	-	3,188,000
Workers' Compensation	200,000	-	200,000
Prior Year CRA's	?	1,800,000	1,800,000
Standing A/P Accrual	716,000	2,345,000	716,000
✓Disproportionate Share	377,000	-	377,000
→ USHC Prudent Buyer Misclass	-	1,350,000	1,350,000
→ Accrued Health Insurance	66,000	-	66,000
Accrued Health Partners	279,000	-	279,000
	<u>4,826,000</u>	<u>3,150,000</u>	<u>7,976,000</u>

AHERF

MCH (Consolidated)

Workers' Compensation	1,200,000	-	1,200,000
Bonus Accrual - FY95	1,100,000	-	1,100,000
Prior Year CRA's - MCPH	-	1,500,000	1,500,000
→ USHC Prudent Buyer Misclass	440,000	2,000,000	440,000
PP&E - Bucks	738,000	-	738,000
PP&E - Elkins	533,000	-	533,000
✓Disproportionate Share	100,000	-	100,000
Standing A/P Accrual - Elkins	151,000	-	151,000
Standing A/P Accrual - Bucks	98,000	-	98,000
Standing A/P Accrual - MCPH	827,000	-	827,000
✓Elkins Revenue Cushion	48,000	-	48,000
Insurance Reserve - PHICO	931,000	-	931,000
	<u>6,164,000</u>	<u>1,500,000</u>	<u>7,664,000</u>

MCPHU

Workers' Compensation	1,245,000	-	1,245,000
Medical Malpractice Accrual	1,000,000	-	1,000,000
Accrued Severance	-	1,000,000	1,000,000
	<u>2,245,000</u>	<u>1,000,000</u>	<u>3,245,000</u>

GRAND TOTAL

<u>17,765,000</u>	<u>38,604,000</u>	<u>56,369,000</u>
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Potential Year-End Issues

SCHC

Note Receivable
IP A/R - Legal

262,302 - ?

60,000322,302

HUH

Medical Malpractice
✓General Revenue Adjustment (Emp. Dental w/o offset)
XPrudent Buyer Receivable (\$6M vs. \$3.5M)

??

628,000

2,500,000 2,000,0003,128,000

MCPH

PP&E Adjustment
✓Health Partners
✓District Council 33
✓General Revenue Adjustment
Self Insurance Trust
Obsolete Inventory

??

??

??

800,000

??

60,000 - ?860,000

BCC

✓General Revenue Adjustment
Miscellaneous Patient A/R
SMI Goodwill
DHG Goodwill

400,000

205,000

498,000

697,0001,800,000

Horizon

Investment in Tri-County Cancer Center

209,000*may activity*

HAHNEMANN UNIVERSITY
SEVERANCE ACCRUAL
FY 95

		CURRENT			LONG-TERM SEVERANCE				
		FY 95		SUBTOTAL	FY 96	FY 96	SUBTOTAL	FY 97	GRAND
		SAL	ACCR	TRANSITION	FY 95	SAL	ACCR	NEW PLAN	TOTAL
<u>TENURED FACULTY SIGNED AGREEMENTS</u>									
ADLER, ALLAN	11/30/94	150,809.00		8,000.00	158,809.00	150,809.00		150,809.00	307,218.00
ALEXANDER, CRAIG	6/30/95	185,000.00		8,000.00	191,000.00	185,000.00		185,000.00	376,000.00
AMENTA, PETER	9/30/94	103,812.00		8,000.00	109,812.00	103,812.00	38,112.24		251,336.24
BRAMUCCI, MICHAEL	9/8/94	53,889.00		8,000.00	59,889.00	53,889.00			113,778.00
CHERNIK, WARREN		112,894.00		8,000.00	118,894.00	112,894.00		112,895.00	344,683.00
CHOU, ROBIN		65,795.00		8,000.00	71,795.00	65,795.00			137,590.00
COHEN, MARION	9/8/94	57,701.00		8,000.00	63,701.00	57,701.00			121,402.00
LADMAN, AARON	3/31/95	80,000.00		8,000.00	88,000.00	80,000.00			168,000.00
MICHELSON, ERIC	12/31/94	190,190.00		8,000.00	198,190.00	190,190.00			388,380.00
NGWENYA, BENJ	9/30/94	51,805.00		8,000.00	57,805.00	51,805.00			109,210.00
SALMOIRAGHI, CIAN	9/30/94	119,551.00		8,000.00	125,551.00	119,551.00			245,102.00
CROWELL						186,645.84		130,000.00	316,645.84
DEVLIN						172,538.84		130,457.00	302,995.84
HAMMEL						76,181.44		49,683.00	125,864.44
TORRES						117,900.04		91,604.00	209,504.04
ANGELAKOS						208,954.34		158,811.50	365,765.84
KUSHNER						89,470.44		65,097.00	154,567.44
<u>NON-TENURED FACULTY</u>									
ANGSTADT, CAROL		35,819.00			35,819.00	35,819.00			71,238.00
BLUMENSTEIN, ROBERT		39,998.00			39,998.00				39,998.00
BOBYOCK, EMIL		38,798.00			38,798.00	38,798.00			77,596.00
CARTER, ANN		31,200.00			31,200.00				31,200.00
CHURCHILL, JUDY		37,584.00			37,584.00				37,584.00
COFFMAN, FREDERICK		49,808.00			49,808.00				49,808.00
COONS, HELEN		41,824.00			41,824.00				41,824.00
DRUHAN, JONATHAN		19,753.00			19,753.00				19,753.00
DRWINGA, HELEN		81,999.00			81,999.00				81,999.00
FRESA, KERIN		49,111.00			49,111.00				49,111.00
GEORGOFF, INGO		37,856.00			37,856.00				37,856.00
GUPTA, JEAN		51,739.00			51,739.00				51,739.00
HARNER, RICHARD		85,000.00			85,000.00				85,000.00
HUSBAND, STEPHEN		3,143.00			3,143.00				3,143.00
IGUCHI, MARTIN		11,900.00			11,900.00				11,900.00
JAHSAN, ANTOINE		218,400.00			218,400.00	218,400.00		218,400.00	436,800.00
JARBE, TORBORN		64,238.00			64,238.00				64,238.00
KATSETOS, CHRISTOS		83,499.00			83,499.00				83,499.00
KIM, HYON		55,999.00			55,999.00				55,999.00
KIRBY, KIMBERLY		57,513.00			57,513.00				57,513.00
LEBENTHAL, E		257,000.00			257,000.00				257,000.00
LEVIN, BRUCE		12,000.00			12,000.00				12,000.00
LIDZ, VICTOR		10,511.00			10,511.00				10,511.00
LU, FONG-BAO		74,999.00			74,999.00				74,999.00
MAX, STEVEN		175,000.00			175,000.00	87,500.00		87,500.00	262,500.00
MCMICHAEL, ROBERT		37,041.00			37,041.00	37,041.00		37,041.00	74,082.00
O'BRIEN, CHARLES		3,492.00			3,492.00				3,492.00
PETRUCCI, RALPH		87,000.00			87,000.00				87,000.00
ROLSTON, DAVID		54,999.00			54,999.00				54,999.00
ROLSTON, RAJ		21,634.00			21,634.00				21,634.00
RUBERTONE, JOSEPH		44,823.00			44,823.00				44,823.00
WIDMANN, MINDY		18,750.00			18,750.00				18,750.00
YOUNG, NANCY		85,321.00			85,321.00				85,321.00
NON-TENURED FRINGE BENEFITS		435,017.00			435,017.00	91,819.00		91,819.00	526,836.00
ACADEMIC EMPLOYEES		1,000,000.00			1,000,000.00				1,000,000.00
FRINGE BENEFITS		25,555.00			25,555.00				25,555.00
DUAL, PETER		280,000.00			280,000.00	140,000.00		140,000.00	420,000.00
DUAL, PETER - PENSION		34,400.00			34,400.00				34,400.00
DUAL FRINGES		58,800.00			58,800.00	29,400.00		29,400.00	88,200.00
SUBTOTAL SALARY		4,981,969.00	66,000.00	5,047,969.00	1,849,423.00	887,803.18	2,737,226.18	738,547.50	8,523,742.68
PHARMACOLOGY DEVELOPMENT FUND		210,000.00		210,000.00					210,000.00
TOTAL		5,191,969.00	66,000.00	5,257,969.00	1,849,423.00	887,803.18	2,737,226.18	738,547.50	8,733,742.68
GRAND TOTAL ACCRUED IN G/L									9,889,843.00
DIFFERENCE - CUSHION									1,158,100.32

ANALYSIS OF RESERVES AS OF 12/31/94

	CURRENT YEAR (Schump)	PRIOR YEAR	
<u>HUH</u>			
PRIOR YEAR CRA'S	\$2,000,000	\$13,000,000	4.7
GENERAL RESERVE	-	6,200,000	1.5 (adms)
BAD DEBT RESERVE	-	3,000,000	
CURRENT YEAR CRA'S	1,750,000	-	
INVENTORY RESERVE	250,000	1,500,000	
PP&E RESERVE	-	1,800,000	7.7 Bonus (\$400)
VARIOUS ACCRUALS	3,000,000	3,000,000	5.0 (1,422)
	<u>\$7,000,000</u>	<u>\$28,500,000</u>	35.5
 <u>SCHC</u>			
GENERAL RESERVE	\$2,900,000	-	
PRIOR YEAR CRA'S	200,000	\$4,600,000	
CURRENT YEAR CRA'S	-	-	
	<u>\$3,100,000</u>	<u>\$4,600,000</u>	1.1
 <u>MCH (CONSOLIDATED)</u>			
PRIOR YEAR CRA'S - MCPH	-	\$3,000,000	
USHE - EPH & BCH	\$200,000	400,000	
BAD DEBT RESERVES - MCH	1,000,000	-	
MANAGEMENT SERVICES RESERVE (Phy)	1,100,000	-	
BONUS ACCRUAL - FY'95	1,100,000	-	
	<u>\$3,400,000</u>	<u>\$3,400,000</u>	6.8

50.0

~~standing amounts to HUH \$400,000~~

• HUH \$7.4m included in above #2 ?? PIP CCEANUM.

• HUH long-term vacation (01.0m)

• Accrual Phico on MS

• Excess workers comp

• HUH 94 95 bonus accrual of \$ 735,618

• Excess liabilities

ALLEGHENY
HEALTH,
EDUCATION AND
RESEARCH
FOUNDATION

Memorandum

5/4/95

✓ Pending Review

File

MAY 03 1995

Stephen H. Spargo, CPA
Senior Vice President
Corporate Support Services

Fifth Avenue Place
120 Fifth Avenue, Suite 2900
Pittsburgh, PA 15222-3009
Telephone (412) 359-8598

Date: 5-2-95

To: David

The attached schedule depicts \$47 million of reserves on the books of our SV hospitals, which represents a \$3 million reduction from our 12/31/95 estimate (due primarily to some unfavorable CHS discoveries at MCAH and SCHC). Because of an inordinate number of open cost reports and filed appeals (particularly at HUH), this estimate could well be somewhat conservative. I will keep you apprised of any significant changes.

Steve

cc: Dan
Joe
Al

AHERF – DELAWARE VALLEY
ANALYSIS OF RESERVES AS OF 3/31/95

	<u>CURRENT YEAR</u>	<u>PRIOR YEAR</u>
<u>HUH</u>		
CURRENT YEAR CRA'S	\$1,850,000	-
WORKERS' COMP	1,900,000	-
INVENTORY RESERVE	250,000	\$1,500,000
PRIOR YEAR CRA'S	-	13,000,000
GENERAL RESERVE	-	4,700,000
BAD DEBT RESERVE	-	2,300,000
PP&E RESERVE	-	1,800,000
VARIOUS ACCRUALS	-	6,500,000
	<u>\$4,000,000</u>	<u>\$29,800,000</u>
 <u>SCHC</u>		
GENERAL RESERVE	\$2,300,000	-
WORKERS' COMP	200,000	-
PRIOR YEAR CRA'S	-	\$1,800,000
	<u>\$2,500,000</u>	<u>\$1,800,000</u>
 <u>MCH (CONSOLIDATED)</u>		
WORKERS' COMP	\$1,200,000	-
VARIOUS ACCRUALS	1,300,000	-
MANAGEMENT SERVICES RESERVE	500,000	-
BONUS ACCRUAL – FY'95	1,100,000	-
PRIOR YEAR CRA'S – MCPH	-	\$800,000
	<u>\$4,100,000</u>	<u>\$800,000</u>
 <u>MCPHU</u>		
WORKERS' COMP	\$1,250,000	-
GENERAL RESERVE	-	\$1,500,000
VARIOUS ACCRUALS	-	1,250,000
	<u>\$1,250,000</u>	<u>\$2,750,000</u>
 TOTAL	<u>\$11,850,000</u>	<u>\$35,150,000</u>

*GCT, MCPACCT3, CURRENT TRANS FOR ONE ACCT & CT						ON CQUBR
ACCOUNT	CENTER	DESCRIPTION	EF DATE	AMOUNT		
4102000	95000230	ESI RECEIPT ACCRA184	95/03/01	2085092.72		
4102000	95000230	ARA REF ACC 2/95	95/03/01	122796.40-		
4102000	95000230	BLOOD ACCRUL 2/95	95/03/01	62000.00		
4102000	95000230	UTILITES ACCURAL 295	95/03/01	622406.08		
4102000	95000230	DEPARTMENTAL ACCRL	95/03/01	801015.00		
4102000	95000230	DEPARTMENTAL ACCRL	95/03/01	53288.00		
4102000	95000230	DPMTL ACRL 2/95	95/03/01	273528.00		
4102000	95000230	A/P ACRL 2/95	95/03/01	168741.45		
4102000	95000230	ACR ARA REF/OVRPYMNT	95/03/01	162054.54-		
4102000	95000230	CORRECT MGMT FEE	95/03/01	74091.00		
4102000	95000230	ACCRUE & CORRECTION	95/03/01	12090.32		
4102000	95000230	ESI ACCOUNTS PAYD617	95/03/31	488.43		
4102000	95000230	ESI RECEIPT ACCRE909	95/03/31	2518495.51-		
4102000	95000230	ACCR PILOT PROG 0010	95/03/31	43235.59-		
4102000	95000230	ACCR EXP 3/95	95/03/31	104400.70-		
4102000	95000230	ACCR UTILITIES	95/03/31	633737.52-		
4102000	95000230	ARA REFUND	95/03/31	153661.74		
4102000	95000230	01060 DID NOT REVERA	95/03/31	140000.00		
4102000	95000230	DEPT ACCRUAL - 3/95	95/03/31	1141242.86-		
4102000	95000230	PACEMAKERS LEADS 395	95/03/31	280890.00-		
4102000	95000230	CARDIOC TRANS 3/95	95/03/31	14500.00-		
RECORDS	1 TO	21 OF	23	04/27/95 15:14:42	M2L2 ACTION	

ESI accrual \$60 - 2,518,007.08

Departmental accruals
\$ @p = - 2,133,426.93

Sales Tax - 750,000

DPW Audit - 1,500,000

Legal fees

500,000

7,401,434.01

GCT, MCPACCT3, CURRENT TRANS FOR ONE ACCT & CT					ON CQUBR
ACCOUNT	CENTER	DESCRIPTION	EF DATE	AMOUNT	
4102000	95000230	AMORTIZE	95/03/31	5015.00	(2)
4102000	95000230	ACCRUR HOME HELTH395	95/03/31	204067.00	1
1 4102000				784032.38	

*				784032.38	

RECORDS 22 TO 23 OF 23 04/27/95 15:14:45 M2L2 ACTION _____

Non - unless specifically specified most of these accruals are departmental (Budget Run #'s). Also note the Severance was reclassified into another a/c. See ①'s. If you have ②'s - Call me

27-Apr-95

HAHNEMANN UNIVERSITY
COMPONENTS OF ACCRUED ACCOUNTS PAYABLE
AS OF JUNE 30, 1994

Pay 7130

Salary continuation:

Salary continuation accrued at June 30, 1993	\$110,998.87	
Payroll activity YTD	(743,461.26)	
Salary continuation reversed - YTD	(83,580.96)	
Accruals/adjustments required	1,312,897.43	
Total salary continuation		596,854.08

RECLASS SEVERANCE LIABILITY TO A/C #22825

Year-end/month-end expense accruals:

JUNE:

#031 - SPONSORED PROGRAM TRANSFER	(701.50)	
#073 - JUNE UTILITY ACCRUAL	427,908.93	
#081 - AP ACCRUAL - RUN #2 - JUNE	78,223.72	
#084 - BLOOD ACCRUAL - JUNE	120,000.00	
#088 - AP ACCRUAL - RUN #1 - JUNE	56,745.86	
#089 - AP ACCRL - RUN #4 - JUNE	660,638.19	
#092 - ARA DEFERRAL/REFUND ACCRUAL	(146,845.50)	
#115 - AUDITING FEE ACCRUAL	154,900.00	
#116 - AP ACCRL - RUN #5 - JUNE	784,835.37	
#119 - CORRECT OVERACCRUAL - RUN 7	(28,623.39)	
#120 - AP ACCRL - RUN #6 - JUNE	88,901.31	
#127 - accrue potential sales	250,000.00	- Sales Tax
#136 - TEMP HELP - RUN #8 - JUNE	96,444.00	
#140 - RECORD PHARMACY ACCRUAL/REC - JUNE	202,862.00	
#145 - AP ACCRUALS - RUN #9 - JUNE	425,305.30	
#146 - AP DEPT 2ND RUN	404,003.55	
#157 - AP ACCRL - RUN #13 - JUNE	157,700.97	
#163 - AP ACCRL - RUN #14 - JUNE	527,691.79	
#171 - CORRECT OVERACCRUAL	(185,753.00)	
#176 - CORRECT OVERACCRUAL	(24,534.00)	
#177 - AP ACCRL - RUN #15 - JUNE	136,015.09	
#182 - AP ACCRL - RUN #16 - JUNE	447,102.22	
#191 - AP ACCRL - RUN #18 - JUNE	138,672.16	
#203 - CORR OVERACCRL - RUN #20 - JUNE	(66,348.28)	
#206 - AP ACCRL - RUN #19 - JUNE	3,433.72	
#212 - JUNE ACCRUALS	2,730,726.26	(<i>date</i>)
#212 - JUNE ACCRUALS	50.00	
#212 - JUNE ACCRUALS	1,608.00	
#240 - AP ACCRUAL - RUN #23 - JUNE	3,155.48	
#243 - AP ACCRL - RUN #25 - JUNE	27,530.00	
#250 - RECORD AP ACCRL - RUN #27 - JUNE	15,000.00	
#256 - AP ACCRL RUN #28 - JUNE	1,291.00	
#149 - reclass	(91,346.52)	

27-Apr-95

PC020 – post closing ap correction entry
PC013 – move severance liability to a/c 22825
PC040 – post closing ap correction entry
PC040 – post closing ap correction entry
PC040 – post closing ap correction entry
corrections

✓	400,000.00	- DPW audit
	(596,854.08)	(1)
(withhold) ✓	500,000.00	- legal fee accrual
✓	500,000.00	- Sales Tax Audit
✓	1,100,000.00	- DPW audit
	(8,699.45)	
<hr/>		
		9,291,039.20

Miscellaneous/Other June 1992 accruals:

To reserve customer credit as of 2/28/93

Reserve for 88–91 penalties for sales tax not paid

50,000.00 ✓	
71,159.64 ✓	
<hr/>	121,159.64

\$10,009,052.92

Control	10,009,052.92
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Difference	0.00
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Dpm Accuras
ESI

77

End Folder

EXHIBIT 2295

JD-DC-0023945